Commission of Inquiry into the Decline of Sockeye Salmon in the Fraser River



Commission d'enquête sur le déclin des populations de saumon rouge du fleuve Fraser

Public Hearings

Audience publique

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L'Honorable juge / The Honourable Justice Bruce Cohen

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Tuesday, September 27, 2011

le mardi 27 septembre 2011



Commission d'enquête sur le déclin des populations de saumon rouge du fleuve Fraser

Errata for the Transcript of Hearings on September 27, 2011

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Commission d'enquête sur le déclin des populations de saumon rouge du fleuve Fraser

Errata for the Transcripts of Hearings on September 23, 26, 27 and 28, 2011

Page	Line	Error	Correction
ii		Counsel for BCSFA to be added	Alan Blair

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PANEL NO. 65
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1 Vancouver, B.C. /Vancouver (C.-B.) 2 September 27, 2011/le 27 septembre 3 2011 4 5 THE REGISTRAR: The hearing is now resumed. 6 7 LAURA RICHARDS, recalled. 8 9 DAVID BEVAN, recalled. 10 11 CLAIRE DANSEREAU, recalled. 12 13 SUSAN FARLINGER, recalled. 14 15 THE COMMISSIONER: Mr. Leadem. 16 MR. LEADEM: Good morning, Mr. Commissioner. Good 17 morning, panel members. I am advised I have 18 18 minutes left with you, so for me, I'm in the home 19 stretch. I think you have a little bit more time 20 ahead of you. 21 22 CROSS-EXAMINATION BY MR. LEADEM, continuing: 23 24 I want to come back to the Wild Salmon Policy and 25 begin with you, Dr. Richards. I'm advised that 26 there's a paper that Dr. Holtby, of your science 27 group, has produced in conjunction with the Wild 28 Salmon Policy, entitled, A Synoptic Approach for 29 Assessing the Conservation Status of Pacific 30 Salmon on a Regional Basis; is that correct? 31 DR. RICHARDS: I know Dr. Holtby has produced a number of papers, and I'm not -- what -- I'm not sure 32 33 that that is specifically linked to the Wild 34 Salmon Policy. Depending on which paper, Dr. 35 Holtby was very engaged in the techniques we used 36 to identify conservation units, if that's the --37 Yes. 38 DR. RICHARDS: If that's the paper that you're 39 referring to? 40 And this is the one for regionalization and 41 aggradations of conservation units on a regional 42 basis in which he examines, specifically, Fraser 43 River sockeye salmon and Chinook salmon. Is that 44 ringing a bell with you? 45 DR. RICHARDS: I didn't review that specific paper, but

I know that he has been the main person in the

science staff who has worked on identifying the

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conservation units. I also know that he was
working more recently with Sue Grant and her
colleagues, and his most recent analysis of the
conservation units is included in the paper which
we have already identified for these hearings.
Okay. The one question I wanted to come back to
in terms of the Wild Salmon Policy as a general

- Q Okay. The one question I wanted to come back to in terms of the Wild Salmon Policy as a general question was whether or not the Wild Salmon Policy applies to aquaculture operations, finfish aquaculture operations in British Columbia. Can you address that, Associate Deputy Minister?
- MR. BEVAN: It was originally -- it's the Wild Salmon Policy, so it didn't -- I don't believe there was a design with that in mind. I'd turn it to Sue Farlinger to confirm that.
- MS. FARLINGER: The Wild Salmon Policy speaks to a number of things not directly addressed under harvest and habitat under the ecosystem component of the policy, and so also under the habitat for the question of aquaculture. Now, at the time the policy was written, of course, we were not the primary regulators of aquaculture, but it is certainly considered with respect to the Wild Salmon Policy in terms of whether we have put mitigative measures in place for either habitat or potential ecosystem impacts.
- So you're describing that there is some linkage between aquaculture operations and the Wild Salmon Policy, in terms of --
- MS. FARLINGER: As there would be of --
- Q -- ecosystem approach?
- MS. FARLINGER: -- in any activity that goes on in around -- in or around the habitat or the ecosystem for wild salmon, yeah.
- Q All right. Could I go to Conservation document number 29, please. What you should have before you is a website, the Minister's Message for Fisheries and Oceans Report on Plans and Priorities 2011 to 2012. No doubt you recognize this, do you now, Deputy?
- MS. DANSEREAU: Yes.

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- MR. LEADEM: Could this be marked as the next exhibit, please.
- THE REGISTRAR: 1941.

EXHIBIT 1941: Treasury Board of Canada Secretariat, Fisheries and Oceans Canada

Report - Minister's Message for 2011-2012
Plans and Priorities for Fisheries and Oceans
Canada

- MR. LEADEM: Could I now go to Conservation document number 13, please.
- Q This question is for you, Associate Deputy Minister, then to the Deputy Minister. This is a note about a meeting with Marine Harvest Canada that took place on March 30th, 2010, with the Minister of Department of Fisheries and Oceans; is that correct?

MR. BEVAN: That's correct.

And you summarize that meeting in the note that follows in your briefing to the Deputy Minsters, and that's a fair and accurate summary of what transpired at that meeting?

MR. BEVAN: Yes, it is.

- So concern was expressed by certainly Marine Harvest Canada, whom you note to be one of the major operators of finfish aquaculture in B.C., about what was going to take place in terms of this particular inquiry; is that fair to say?
- MR. BEVAN: Yes, they expressed concerns during the meeting.
- MR. LEADEM: Could we have that marked as the next exhibit, please.

THE REGISTRAR: 1942.

EXHIBIT 1942: E-mail from David Bevan to Claire Dansereau, et al, Subject: Meeting with Marine Harvest Canada, dated March 30, 2010

MR. LEADEM:

- Q Now, the next question is to you, Deputy. Did you also meet with representatives from Marine Harvest Canada at this time, or were you simply in the loop by virtue of your associate deputy minister's note?
- MS. DANSEREAU: I was in the loop.
- Q And I suppose a general question to you is: If you're trying to promote transparency so that decision-making is above board, why is it that the minister is meeting behind closed doors with members of industry like this?
- MS. DANSEREAU: The minister meets with -- and this is

very standard practice for ministers; ministers are ministers for all Canadians and they meet with any number of groups. They will have met with anyone — almost anyone who will write to the minister and suggest a meeting, particularly people that we work with on a regular basis, so that is part of our transparency, and we can't have multi-stakeholder meetings at every meeting. It's important to sometimes hear from individual groups to hear what their concerns are.

- Now, certainly to your knowledge, Associate Deputy Minister, there wasn't such a meeting prior to the inception of the technical hearings in this inquiry with ENGO community or with First Nations communities, were there?
- MR. BEVAN: We met with Tides Canada on this issue. The Minister met with Tides Canada.
- Q Did the Minster meet with any First Nations groups on this issue?
- MR. BEVAN: The Minister has had meetings with First Nations. I can't -- I wasn't involved, directly, in those, so I couldn't tell you what the subject matters were.
- MS. DANSEREAU: If I may, I can and Sue will jump in the Minister has met with many First Nations groups over the years and does so regularly on any number of issues.
- Q But the specific topic that was being discussed at this time was the position of the Department of Fisheries and Oceans were to take with respect to these particular hearings; is that fair to say?
- MR. BEVAN: They expressed their views, their concerns. They had information regarding what they're doing with respect to sea lice. They also suggested some changes to siting of their farm locations, et cetera. So it was an information flow from them to the Department. There was no suggestion that the Department or the Minster should adopt any particular position at these hearings, but, rather, that they were expressing their concerns that there could be some impacts on their companies and they did look at trying to provide information to the Department regarding what they're doing to manage sea lice and other such things.
- Q There was an acknowledgment by MHC, Marine Harvest Canada, that they wanted to move their siting

closer to the open sea to reduce potential environmental impacts and controversy, according 3 to this note; is that right? MR. BEVAN: That's correct, yes. 5 Could we have number 19, please, in the 6 Conservation list. This also references a meeting 7 with the B.C. Salmon Farmers Association back in, 8 it looks like, October 27th of 2003. I'm not sure 9 if any of you were around then. The Deputy is 10 shaking her head, "No," with a look of gratitude, 11 I can imagine. Ms. Farlinger, you're aware of 12 this, right, because I think I saw your name on 13 this briefing note at the end. 14 MS. FARLINGER: Yes. 15 And the concern being expressed in this particular 16 meeting was the delay in getting approvals through 17 the **CEAA** process, was it not? 18 MS. FARLINGER: It appears to be that, yes, and that 19 wouldn't surprise me that that would be. 20 MR. LEADEM: Could we have that marked as the next exhibit, please. 21

THE REGISTRAR: Exhibit 1943.

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EXHIBIT 1943: Briefing Note for the Assistant Deputy Minister, re: Meeting with BC Salmon Farmers Association (BCSFA) Monday, October 27, 2003

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- MR. LEADEM: And finally, could we have Conservation document number 16, please.
- This is another e-mail exchange. I think if we go to pdf 2, I saw Mr. Bevan's name on it somewhere. And I find your name here, Mr. Bevan, and then if we can scroll down I'll give you the gist of what is actually happening. If we go to the original e-mail, which is the e-mail from Al Castledine from the Province. And there's a reference to an announcement that's going to take place shortly after the date of this sending, and the announcement is one by Marine Harvest Canada and the Coastal Alliance for Aquaculture Reform, about a framework for dialogue. Do you recall this issue?
- MR. BEVAN: Vaguely. Unfortunately, I don't recall a lot of the details on this issue.
- Q Could we just scroll down just a couple more paragraphs, please, Mr. Lunn. There's a reference

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there to the "Framework for Dialogue":

...the culmination of a year and a half of discussion between the two parties.

And a reference to:

It is to foster collaborative efforts towards solving challenges surrounding net-cage salmon farming.

If we can go to the next page, please.

The Framework promotes collaborative research on sea lice, an exploration of the viability of closed tank systems and exploring establishing migratory corridors for wild salmon.

And then, as part of this, it appears as though Marine Harvest moved salmon:

> ...from its Glacier Falls site to the MidSummer Island site, a site more removed from what is considered by some to be a major migratory route for juvenile salmon.

So that's something that Marine Harvest certainly was willing to engage in at that time. You were aware of that?

MR. BEVAN: This is -- not with respect to the specific e-mail chain, but certainly I was aware of the fact that Marine Harvest was concerned about the social licence of their operations in terms of being socially acceptable and not being challenged. They were looking for ways to resolve that limit on their potential for growth. They couldn't -- they weren't able to continue to expand as they would have wished to, because there was lots of pressure on the Government of B.C. at the time to stop the expansion of the industry and to hold the number of sites constant. So they were looking for ways to deal with the concerns and to find a way to see if they could get the approvals to expand their operations.

MR. LEADEM: Could we have that marked as the next exhibit, please.

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PANEL NO. 65
Cross-exam by Mr. Leadem (CONSERV) (cont'd)

THE REGISTRAR: Exhibit 1944.

EXHIBIT 1944: E-mail thread between Al Castledine and Y. Bastien, et al, Subject: announcement confidential, between January 11, 2006, and January 11, 2006

MR. LEADEM:

- That leads me to my final area of questions, which is what we have been calling in this inquiry the grandfathering or the rolling over of the existing aquaculture licences when the Federal Government took authority, legislative and regulatory authority, over aquaculture facilities. And I understand that that decision was made by the Minister and I further understand that we don't have a written decision note of that; am I correct in that view?
- MS. DANSEREAU: Yeah, we're not -- we've been working our way through the history of this, and I'm fairly sure the decision was made by me and it was made through a series of other meetings. We were having regular briefings with David and his staff and others on a weekly basis with me to walk through implementation because, as you know - I think you know - the timeframe we were given to make the big regulatory change was very short, and we needed to make sure that we not miss a beat, basically, as we moved forward. And the decision was that we had no evidence on which to make a -to not grandfather any of the licenses, and we knew that we would be spending a lot of time working to ensure that the conditions of licence would be well-established by us through consultation in the future, and that's where the greater part of the regulation would come in.
 - Q And the licences, as I understand it, were rolled over for a period of one year, which is probably going to be coming up fairly shortly. Can you advise me whether it's the intent of Canada to renew it for a further period of one year, or have you made that determination yet?
- MS. DANSEREAU: We're still working our way through this.
- Q In terms of the consultations that you had, I assume that you had consultations with the industry representatives, in terms of what you

were going to do to their licenses; is that fair
to say?
MS. DANSEREAU: We certainly had consultations through

- MS. DANSEREAU: We certainly had consultations through the regulatory phase --
- Q Yes.

- MS. DANSEREAU: -- as we were developing the reg and the conditions of licence, and we had some consultation before that. In fact, we had quite an extensive consultation right around the province, which Sue can certainly speak to.
- Q Right. I imagine that you would have had extensive consultations with the Province, who was handing over authority to you so that you would understand the regulatory framework under which they operated?
- MS. DANSEREAU: Certainly we did, yes. We worked very closely with them, yes.
- Q And what about possible impact upon other stakeholders? Did you have consultations with commercial fishermen? Did you have consultations with First Nations? Did you have consultations with ENGOs about this rollover?
- MS. FARLINGER: There were a number of stages to the consultation, first of all, prior to the Gazetting, I would say, Gazette I, formal consultation process that occurs between the period of Gazette I and Gazette II, which is a specific national process which has -- provides for citizen input or group input. And then, specifically before the licenses were provided on December 18th, the conditions of the licence were released to a variety of groups. They were reduced to the aquaculture -- or produced to the aquaculture industry, they were provided to First Nations and -- to individual First Nations, and there were presentations made during this period of consultation to other interested groups. One I can recall in particular was a presentation to the Sports Fish Advisory Board.

There may have been a presentation to the Integrated Harvest Planning Committee or other commercial groups, but I would have to look back and see what those were. But the one I remember specifically was a presentation to the Sport Fish Advisory Board, as well as the release of the conditions of licence and the format of licence to First Nations.

MR. LEADEM: Thank you, panel members, those are my questions. Thank you, Mr. Commissioner.

THE COMMISSIONER: Thank you, Mr. Leadem.

MR. ROSENBLOOM: Thank you very much. It is now approximately 20 minutes after 10:00. I have been provided with one hour in cross-examination.

CROSS-EXAMINATION BY MR. ROSENBLOOM:

 Q Let me commence by making this observation, having sat in this hearing room for 10 months, hearing evidence that I do very much respect the, what I consider an overwhelming responsibility that all four of you have in trying to discharge your responsibilities, your statutory responsibilities to the citizens of Canada. It really is overwhelming to see what rests on your shoulders, and I compliment you for your courage. However, that really ends my compliments in respect to where I go with this cross-examination.

I have responsibilities, and I should indicate, as all of you know, that I represent Area D Gillnet and Area B Seiner. I have a responsibility to my clients to bring to this Commission a reality check in respect to your perception of whether or not you are discharging your responsibilities in terms of the statutes to a degree that the citizens of Canada should feel comfortable that this very valuable resource is being properly managed. And all of my crossexamination is in the context of that reality check.

I first want to deal with budget issues, and we heard your evidence in respect to budgets issues both last year, Ms. Dansereau, and indeed in the two days last week, and then Mr. Tyzuk and Mr. Buchanan, yesterday, and I still have a little bit of confusion and I want to make sure that it is clear on record what I understand. Let me summarize what I understand and please respond, and these questions are really directed to Ms. Dansereau, and unless I, throughout my crossexamination, ask for anyone else's response, I will be asking you, Deputy, for your response.

Firstly, in respect to the fiscal year we're currently in, 2011 to 12, you have indicated that the reduction in budget is approximately -- is

approximately three percent; is that correct?

MS. DANSEREAU: Three percent over the course of the next four years is the reduction as a result of the strategic review process. There will be other reductions in future years for other processes as well.

Q But I thought the strategic review process that you have spoken about that leads to a five to 10 percent reduction, triggers off in the beginning of the 2012 fiscal year; is that not correct?

MS. DANSEREAU: There are two processes. There was a

process started, I guess, five years ago now, called strategic review, which all departments went through, but in a different way than the current process, and that was, a portion of all departments went every year. We, unfortunately, the Department of Fisheries and Oceans, were in the last year of that four-year process, so we underwent strategic review last year and we -- which resulted in us having to start cutting three percent over the next three years as a result of strategic review.

We are now in the process, as the Government announced in the budget last spring, of -- we are preparing proposals for what was then called strategic and operating reviews.

Yes.

MS. DANSEREAU: So there are two expenditure reduction programs in the Federal Government, one of which starts being implemented for us in this fiscal year.

 And the bottom line is, in respect to this fiscal year that we're currently in, your department is facing down a reduction of how much from the previous year, in percentage?

MS. DANSEREAU: I can't remember what the actual percentage is - maybe David can remember the exact percent - because it's spread over a period of three years and we've been moving the numbers around.

MR. BEVAN: I don't have the calculation of the percent, but the cuts that are starting this year amount to approximately nine million dollars, and that will be added to, over the course of the next three years, to achieve a total cut of 56.8 million as a result of the strategic review that starts this fiscal year.

- Q All right. And then we learn, as of April 1st of 2012, the continuing reduction in budget leading up to 2015, correct?
 - MS. DANSEREAU: Leading up to three years after 2012, so yes, 2015.
 - Yes, thank you. That being the case, I also learned through Mr. Buchanan's cross-examination with you yesterday, he representing Public Service Alliance, that there is more at play than just these reductions we've talked about, and he referred us all to an exhibit, which is Exhibit 1922, if Mr. Lunn can have it up. And as I understood, and if Mr. Lunn can go to page 17 of this document, which shows a graph, and I think we were dealing with it yesterday.

Am I correct in saying that this adds a further component in terms of reduction of budget? In other words, before you went through the strategic and operating review analysis that you had to do as part of the Deficit Reduction Plan of the Federal Government, that you, as a department, were, in fact, downsizing your budget for estimates, separate and apart from this strategic review process and that this graph that's now before us indeed speaks to that; is that not what you were saying to Mr. Buchanan?

MS. DANSEREAU: Yes and no. And unfortunately, it's a complicated system. Yes and no in the sense that these numbers reflect what is approved in the system for future expenditures. And that changes over time, because new monies can be added to the budget through the budget process, new monies could be added through renewal of the sunsetting programs, because this would presume that everything that is sunsetting comes to an end.

So there are assumptions in here that really show a moment in time and make it hard to do full and final predictions, because the numbers do fluctuate within a certain margin.

- But assuming that no new monies are added to the pot, is it correct that you testified yesterday that you are really facing down around approximately 25 percent reduction in your budget over these next three, four years?
- MS. DANSEREAU: If we look back to 2008-2009, the numbers are closer to the numbers that we have now and, in part, the bulge that you saw was the

Economic Action Plan, which was two years of extra spending which all departments received in order to address the economic situation that Canada was in. So that makes all departments look like they're receiving a fairly significant cut, but it was only because we were given a fairly significant, temporary, very clear that the intent was only ever for it to be a temporary increase.

- Q Okay. Whether temporary or not, are you -- are we not, as citizens of the country, facing down a reduction from those years, 2009-10 or 2010-11, to -- for the next four years, approximately 25 percent reduction? Isn't that what you said yesterday?
- MS. DANSEREAU: No. Well, I may have, and then I would have misspoken, because we didn't talk about the Economic Action Plan, and the bulges that went that happened in those two years was a temporary and intended to be temporary bulge. So the reduction is we should remove that bulge of the Economic Action Plan in which we received, I think, 275 million. I can't remember the yeah, however we defined that. And so that money was only ever intended to be temporary and shouldn't be factored into what our general base was.
- Q Well, even removing those bulges, would you not agree with me, between 2008 and what you project for 2012-13, 2013-14, there is a reduction there?
- MS. DANSEREAU: There is a small reduction, and that is a natural fluctuation.
- Q And there is that reduction coupled with the reductions that you are forced to make in response to the strategic deficit analysis that you have to do for the Treasury Board, correct?
- MS. DANSEREAU: There will be definitely some reductions. We don't know what they are, yet, and we don't know what they mean. We're working through -- our intent, obviously, is to minimize any impacts to Canadians and to maximize our efficiencies.
- Q But --

- MS. DANSEREAU: We really will be looking for more efficient ways of doing the same amount and the same quality of work.
- Q And you would agree with me further, would you not, that embedded within your fiscal responsibilities for the Department is obviously

to meet the terms of the collective agreement with 1 the Public Service Alliance year to year? 3

MS. DANSEREAU: Yes.

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- And you would agree with me, further, that the Public Service Alliance current collective agreement, which goes from this year, 2011, to 2013, imposes upon your department salary increases of 1.75 percent for this year, 1.5 percent next year, and two percent for 2013. all, obviously, has to be met within budget?
- MS. DANSEREAU: Yes.
- And that being the case, is it not correct, Yes. as Dr. Riddell has testified at this inquiry, that when one looks at the budgetary -- when one looks at the reduction in budget that you are facing into the future, one has to recognize that most of the pain and suffering will be suffered by the operational side of your department, because salaries are obviously contractually causing you to be bound by their terms?
- MS. DANSEREAU: I'm not sure I understand the link between -- and I wouldn't necessarily call it pain and suffering. Obviously, we're working -- we have, as you know, we're at a point in our history where we have a significant number of retirements coming up, and so we're working through attrition and other means to make sure that the services that we need to provide Canadians continue to be met, even though we're facing some economic pressures.
- Well, I appreciate that, but other than full time equivalent analysis that you can do to reduce your staffing, all the money obviously must come from the operational side, because those that are still within your staff are obviously protected by the collective agreement?
- MS. DANSEREAU: The salary amount is -- there's a cap that was put. We simply were not given the increases as we might otherwise have been in the past, but it's left to us to manage and to move the budgets around in the way that best suit -providing the program needs, so I'm not sure what you mean by it's the operational side that will suffer.
- What it mean is that obviously there are components of your budget where you lack any flexibility, and that's because of collective

agreement provisions, obviously? 1 MS. DANSEREAU: That would be the entire budget, I 2 3 would say. In the sense that -- or the collective agreement establishes the rates that people are 5 paid when we are -- we're not given those 6 increases in our yearly budget, and so it's left 7 up to us to manage that and make sure that we 8 continue to provide the services. 9 The point is that salaries, whether under a 10 collective agreement or otherwise, you have less 11 flexibility than you do in trying to meet these 12 reductions by cutting back in your operational 13 side? You're not prepared to admit that? 14 MS. DANSEREAU: No, because I'm not -- I'm -- I guess 15 I'm having -- maybe we're having a difficulty in 16 the words, so maybe David --17 Mr. Bevan? 18 MS. DANSEREAU: Yeah. 19 MR. BEVAN: I think what I, if I understand the 20 questioning correctly, your concern is that 21 because our contracts are increasing salaries, 22 we're going to take it out of our operating budget 23 that pays the bills or gas, et cetera. And that 24 would be the case if we weren't going to manage it 25 properly, but that's not what we're going to do. 26 We're going to manage it properly. And that means 27 we'll use attrition to keep the balance between 28 our salary obligations and our operating 29 flexibility such that we get the best juice out of 30 our staff. It's no good having a bunch of people 31 paid a salary but not having operating money to go 32 out into the fields. So that's not what we're 33 going to do. We are going to keep the balance 34 between salaries and operating monies in equilibrium in out years. 35 36 Thank you. If I had more time, I'd lead you to 37 Dr. Riddell's evidence on this very question, but 38 that's got to be left for my final submission. 39 Again still on fiscal, is it not correct that 40 certain programs that have currently been 41 functioning, and I speak of the test fishery, I'm 42 speaking of the -- not only the test fishery -well, the test fishery was financed by Larocque 43 44 money, which is sunsetted in April of '12; is that 45 not correct? MS. DANSEREAU: 46 Yes.

And then the ITQ program has been funded over

- 1 recent time by the PICFI money; is that not correct?
- 3 MS. FARLINGER: Partially, yes.
 - Q I'm sorry?

- MS. FARLINGER: Partially, yes.
- Q Yes. And that, too, is sunsetted as of April 1st of next year, correct?
- MS. FARLINGER: That's true.
- Q Have any DFO salaries also been paid out of the PICFI money?
- MS. DANSEREAU: Yes, there have been salaries -- term salaries or non permanent salaries paid out of that money.
- Q All right. Now, that money being sunsetted in April of next year, where does that put us in terms of funding those two programs and other programs that you've been -- where you've been using that pot?
- MS. DANSEREAU: Well, as we've said, we are currently evaluating those programs and we haven't decided yet, because the evaluation's not complete, if, in fact, all of the elements of the program should be renewed and if they should be renewed, then we will do our best to ensure that there are funds available to renew them. But we are in a fiscally-tight environment and we don't know, yet, what the answer to that question is, because we're not through the process, yet.
- Well, Ms. Dansereau, are you not willing to at least say here that test fisheries are a primary in-season management tool?
- MS. DANSEREAU: I can say, certainly because of the advice that I've been given, that test fisheries are very important to the work that we do, yes.
- Q But you're not prepared to indicate, or you're not in a position to indicate what happens to these programs that are sunsetted at this moment in time as of April of next year?
- MS. DANSEREAU: No, I'm not, because we don't have the answers yet, so I can't invent an answer. We will, as the evidence comes forward to tell us whether or not these truly are high priority, at that point we start developing plans to either find alternative sources within the Department and receive approval to fund them through that, or to go back and seek extra funds to continue them.
- Q Now, when we all met together in November of last

 year, I had an exchange with you, Ms. Dansereau, in the course of cross-examination, and I would like Mr. Lunn to please bring up transcript for November the 2nd of last year, and to go to page 63. And there was an exchange, and I want to read it to you, and then I have a few questions to ask.

Can I assume, Ms. Dansereau, that throughout the life of this inquiry you've got a lot of things to do on your plate in Ottawa, but you have been receiving briefings as to the nature of the evidence that has been tendered at this inquiry?

MS. DANSEREAU: Yes.

And that being the case, I want to draw to your attention the exchange that takes place at page (sic) 20 of that page, wherein I said the following, I asked the following:

Well, this is an awfully general question to you, Ms. Dansereau, but would you agree with me, or let me ask you this, are all science programs, departments, projects, stock assessment, stream enumerations, et cetera, adequately funded up till now, in your opinion, during the time of your tenure?

And you said, answer:

I would say yes, but it --

and then you went on to say others will have other perceptions, nobody's ever happy with the money, and I'm just basically summarizing your testimony. But you said, "Yes," to that.

Having been briefed on the evidence that has been tendered at this inquiry throughout the past 10 months, are you still standing before us to say that you believe that your programs have been adequately funded?

MS. DANSEREAU: (Inaudible - off microphone)
...position, because we weren't able to keep the
-- we don't have any way to read what you've just
read to us, so I'm going to have to go from memory
in terms of the list of things that you have just
-- you've just stated.

I do believe that based on the advice that I get from our scientists, we are adequately funded now. As I've said, and I said last year, there

will always -- there's always room to do more and there will always be room to do more. So would we 3 accept more money? Yes, of course we would. Could we do more science with it? Yes, we could. 5 But, for the moment, I would say we are 6 sufficiently funded. 7 Okay. And I'm going to lead you through evidence 8 that has been given at this inquiry, in the very brief time I have, to ask or invite you to respond 9 10 to whether or not the people that have testified 11 here their opinion or their perception should be 12 accepted as being a valuable evidentiary base for 13 this Commissioner when he writes his report. 14 Firstly, I want to lead you to Dr. Riddell's 15 response to the very quote I have just read into the record of our exchange back in November. 17 MR. LUNN: Mr. Rosenbloom, I'm having trouble finding 18 the first reference you gave me. I never found 19 it, so that would be of assistance if we could 20 just --21 MR. ROSENBLOOM: 22 If you want, Ms. Dansereau, I'm happy to show you 23 the exchange I just read, but if it's not 24 necessary --25 MR. McGOWAN: No, I just see Mr. Taylor has risen to 26 your left. 27 MR. TAYLOR: Firstly, the evidence was on the screen 28 briefly, but then disappeared again. Secondly, I'm objecting in advance. Mr. Rosenbloom says 30 he's going to ask a question which, as I heard 31 him, was effectively, "Deputy Minster, will you 32 please consider the evidence I'm going to put to 33 you and tell me if you think that the evidence is 34 good and the Commissioner should accept it as," 35 whatever it is. Well, that's for you, Mr. 36 Commissioner, to make those kind of decisions. 37 Partly, it's a matter of how he frames the question, which is why I rise now. I think Mr.

> MR. ROSENBLOOM: I'm happy to ask for comment. may go, Mr. Lunn, to February the 10th, page 42. I put that exchange that I just read out to you,

Ms. Dansereau, about your feelings of whether things have been adequately -- adequately funded, and then, at line -- at line forty -- at line 34, I asked Dr. Riddell:

Rosenbloom can ask for comment, is what he can do.

September 27, 2011

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Maybe start with you, Dr. Riddell. This appears to be the thinking of the senior people within DFO in the context of facing down a 5 percent reduction in the upcoming year and obviously having experienced previous reductions, as you spoke about them. What is you response to the mindset of the senior people within DFO that they believe that the budget, as currently before them and currently about to be cut, is adequate to meet the very critical matters that have previously testified to in terms of research?

Dr. Riddell responded:

Well, thank you for that loaded question. Well, I don't think there's any question that I disagree. I am not surprised at all at her reply because, of course, these people are under significant pressure for national priorities and I'm sure there's a very substantial debate in Ottawa where the money goes to the various departments. But I don't think there's any question that you would get a very common response on the west coast with respect to salmon stock assessment, I have said publicly here, I believe, that it's definitely at a marginal responsible level that sort of what we would define as a core stock assessment responsibility is barely being met now.

Your response, Deputy? Dr. Riddell you'd have a lot of respect for, wouldn't you?

- MS. DANSEREAU: I have not actually worked with Dr. Riddell, personally, but I have respect for all of our scientists and all the scientists, so that's -- that's his opinion --
- Q All right.
- MS. DANSEREAU: -- and he has a right to this opinion and I --
- Q And you disagree with that?
- MS. DANSEREAU: -- assume that that's his opinion. I'm not disagreeing with his opinion; it's his opinion. I'm not -- so he can say what he wants. He's right when he says that there are many other pressures and we do what we can with what we have.

 Now, I want to discuss with you the impacts that you face down in respect to the financial situation that we discussed at the beginning of my cross-examination. I want to start with the Wild Salmon Policy. We all know that it was imposed upon your department with the restriction that it would be implemented with the existing funds, and that's embedded within the Policy, itself.

I've heard you testify, and Ms. Farlinger also testified the last few days, that the essence of this document is being implemented, if I understood it correctly. And then you said this in testimony, you basically said that there were pockets of insufficient knowledge and -- in the context of the implementation of the WSP. Did I understand you correctly?

- MS. DANSEREAU: Certainly that's my understanding of the situation, yes.
- Yes. So as I understand that turn of phrase, "pockets of insufficient information," you're suggesting, are you, that for the most part the WSP has been implemented, that you know much of what you were expected to know five years into the implementation of the WSP; is that the way I'm not interpret the word that only "pockets" of insufficient information remain?
- MS. DANSEREAU: I think -- well, hopefully the way my words are interpreted is that the WSP informs the way we make decisions, and as you've heard all of us say, I think, over the past three days, as information becomes available, we can -- first of all, we continue to look for the appropriate level of information, and as it becomes available, we have an appropriate framework within which we can use it to make decisions, so that's what I mean by it's being implemented. It's not sitting on a shelf, waiting for all of the information to be gathered before we change our approach and before we -- or at least finalize our approach and before we work at an integrated way.

And so it's a live document, is what I'm saying, is that it's useful to us, it's being -- we're continuing to use it as a basis for research and we're continuing to use it as a basis for decision-making. But others -- it would be better, also, if others who are actually using the document -- my relation with the WSP is that when

the fish plans come forward for the minister's decisions, I make sure that what we have said in the WSP is actually reflected in the plans as they come forward to the minister. But others can give you much more -- much more information.

- Well, I'm going to suggest to you that, in fact, the WSP has only been implemented in the most piecemeal form and in a most limited form up to this moment in time; do you agree with that?
- MS. FARLINGER: I think what I would say is we have moved ahead on some of the specific actions in the WSP. We have learned that the science will not come to us and be complete, it's not an off-the-shelf product that we'll get within the originally envisioned timeframe, that there will be continued uncertainty, and that the WSP allows us some way to apply the precautionary principle to the management of Pacific salmon.

And so is every step on the -- in the framework that is set out in the Wild Salmon Policy taken? Do we have all the information for each conservation unit? Do we even know what the total number of conservation units are? Do we have all the other things that are set out in those steps? No. But we are on the road to dedicating -- well, we are dedicating our resources to provide that information, albeit at a much slower pace. But the bottom line is we will never know it all, as is envisioned by the Policy, and we have to make those decisions in the face of continuing uncertainty, and in continuing on uncertainty we continue to exercise the precautionary approach as set out in the Policy.

- You say you're on the road and you also say you'll never know it all, and no one would disagree with either of that, but I'm going to suggest to you you're right at the start line. You, in fact, know very, very little in terms of at the CU level with -- in respect to the Fraser Watershed; is that not fair to say, at this point in time? Not to be critical, but it is reality, isn't it?
- MS. FARLINGER: I'm going to ask Laura to say more about the science we know, but we certainly do know a lot about the stocks or conservation units and how we define them and describe them continues to be an evolving science in the Fraser Watershed. We know a great deal about them. And what it is,

is translating it into the terms set out in the Wild Salmon Policy around limit reference points and how we -- what -- how we make management decisions or provide advice for management decisions around those reference points.

So I think we know a great deal about salmon stocks, and I think in the last 10 months you've heard some of the other things that we do know. But perhaps Laura can tell us more definitively about the science aspect.

- DR. RICHARDS: Yeah, thank you. And I think the paper of Sue Grant that we've already discussed and had into evidence --
- Q Yes.
- DR. RICHARDS: -- goes a long way into addressing some of the fundamental pieces of the Wild Salmon Policy in Strategy 1, and so I think we have, in fact, made a lot of progress. Within that paper there are a lot of details about exactly the status and description of the data availability and discussion around limit -- around reference points for --
- Q Yes, Dr. --
- DR. RICHARDS: -- each of the CUs --
- Q -- Richards, I hate to interrupt, but I appreciate that, and that document is before this tribunal, and so it's a matter of record, and I very much appreciate you drawing that to our attention. But let me be more direct in terms of the implementation of the WSP.

There's evidence before this tribunal, before this Commission, that there's no -- there's never been an implementation plan for the WSP. You don't deny that, do you?

- MS. FARLINGER: There certainly was an implementation plan at the start that specifically focused on the production of the science elements, and as we've pointed out, those deadlines were somewhat naive. But as Laura's just pointed out, limit reference points for major stocks, like Skeena and Fraser sockeye, are on the current timetable. So I guess I'll just leave it at that.
- Q Okay. The Commissioner in the hearing on September 23rd, which would have been Friday, had an exchange with you and asked a question about whether it was realistic that -- in fact, his question, in part, read, and I'm at page 81 of the

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transcript of the 23rd of September, line 47, right at the bottom of the page.

- Sorry, that was just a little too many MR. LUNN: numbers there. Can you start again with the date, please?
- MR. ROSENBLOOM: It is September the 23rd transcript, which was last week. It is page 81. commissioner asked, "Now" -- have you got it, I'm sorry? Yes, thank you, right at the bottom of the page.
- 0 The Commissioner asks:

Now that we're in 2011, we have about six years under our belt. First of all, how realistic is that statement, that implementation must be accomplished within DFO's existing resource capability?

And then the Commissioner went on with his question. And you, Ms. Farlinger, were blunt and honest by saying you felt that they were naive, your department was naive in thinking that you could really pull this off within a short timeframe, and I respect your bluntness about that. However, my question to you is: You did not really answer a secondary question that flows from the Commissioner's question, which is, do you continue to be naive in believing without resources, financial resources, being provided to you by budget that, indeed, you will be able to pull implementation off within any foreseeable future time period?

MS. FARLINGER: I think my answer to that is based on some of the things we've learned overall and, specifically, in the five years around the Wild Salmon Policy, which is it will take us a very long time to collect all of the information envisioned under the Wild Salmon Policy. And I think that it would be very difficult to put a date or a time or, in fact, any kind of end point on the gathering of even the first tranche of that information.

I think what we have learned and, quite frankly, we knew this before, we're managing a very complex resource in the faceoff uncertainty, and so we need to take what it is we know to put it in a policy context in which I would call the

Wild Salmon Policy, and therefore use that framework to make the decisions that we can, recognizing, as I think you may be pointing out, that we may be dealing with systems and stocks and resources in which there's a great deal of uncertainty. And with that uncertainty, therefore, there is a policy that says we will measure the ability to harvest from abundant stocks while balancing that against the protection of weaker, less productive stocks. So I think that is realistic.

The collection of the data envisioned in the Policy I think will take a much longer time than any of us envisioned.

- Yes. And you have been asked repeatedly in your appearances before this Commission about whether there will be a full implementation, or at least a significant implementation within two years, you've been asked even five years, and you haven't been prepared to give your prognosis, and I assume you're not, today, obviously, for the very reasons you just gave, correct?
- MS. FARLINGER: That's true with respect to the steps and the data that's envisioned in the very detailed parts of the policy. And I think I explained yesterday, and have several times, that I think the implementation of the Policy and the precautionary approach, which is modern fisheries management and modern science, is something that we are implementing. So it's very much, whether you're talking about the details of will we have piece of data X, Y, or Z, or are we implementing the policy which says we are going to protect weak stocks while providing harvest for more productive stocks, and what is the best way in which we can do that.
- Q Isn't it naive to anticipate even a significant implementations program in 10 years without funding? Don't you continue in your state of naivety that you spoke about in response to the Commissioner's question?
- MS. FARLINGER: We spend at least 64 million, was the last estimate for the last year, dollars a year in the -- people who are dedicated, people and operating dollars that are dedicated specifically to the management of Pacific salmon. And somewhere between 18 and 23 of that for Fraser

sockeye salmon. How you use that money and the decisions you make with it and the data you collect to support it is a powerful in implementing that. So it's not nothing. taking a look at continual improvement, adding data and information as we get it and making decisions that are consistent with that policy. Can we collect the information that is envisioned in Strategies 1 to 3 in that Policy? can't put a timeline on that.

Thank you. Now, I spoke about the lack of implementation plan. I'm going to suggest to you that there's also evidence before this Commissioner, and I can cite the evidence and get it on the screen, if you want to challenge me in the slightest about it, but there's been no costing out of the implementation of the plan; you'll agree with that? Just a yes or no.

MS. FARLINGER: Yes, there has been.

Q Yes, there what?

MS. FARLINGER: Yes, there has been costing out.

- I see. And even though Mr. Sprout, in December the 9th, said to the best of his knowledge there hasn't been costing out, you're saying there has been costing out?
- MS. FARLINGER: There have been costing out of particular elements of the plan in each year in terms of the work that we've done to move the plan forward, so there has been work planning, there have been costs assigned to the activities within those work plans, and there have been expenditures against that work plan. I would agree with you that there -- and I am assuming that Mr. Sprout's comments were related to that, for the costs of the entire implementation in all its details of the Wild Salmon Policy, no, there has not been a plan for that.

(CELL PHONE RINGING)

Q I'm sorry. And you would agree with Mr. Sprout that in respect to the comprehensive cost analysis, that has not been done; is that correct?

MS. FARLINGER: I agree with that, yes.

Q Thank you. Then, Mr. Rosenberger has said that the -- from his perception, that the Department needs more resources to implement faster, and

obviously you'd agree with that, financial 1 resources? 3 MS. FARLINGER: Financial resources are always helpful, but as you've heard, many of the problems go well 5 beyond financial issues and go into social and 6 economic issues. So I would not argue that 7 financial issues of and by themselves would move 8 the policy forward. Financial resources would 9 help to collect some of that detailed information, 10 but then the question is, is how much of the 11 uncertainty does that reduce and how many more of the social and economic issues that are raised by 12 13 the policy will be dealt with by it? 14 So while money always helps, the question is, 15 is it -- it's not just a money problem. All right. Now, the fact is, going on with a 16 17 checklist of what has been accomplished within the 18 WSP implementation, we have evidence before this 19 tribunal there has not been one habitat status 20 report completed, certainly for the Fraser, and 21 there's a suggestion that somewhere outside of the 22 Fraser Watershed there's work being done on a habitat status report; you would agree that that 23 24 is, to the best of your knowledge, accurate 25 information before this inquiry? 26 MS. FARLINGER: I had understood that there was a 27 habitat status report for the Harrison stock, I 28 think, but I do agree with your general premise, 29 that there are very few of the habitat status 30 reports that have been completed, and I think, 31 although we have completed a framework for those 32 status reports for habitat, the focus of our 33 efforts has been around the definition of 34 conservation units and limit reference points. 35 And do you not agree with me, Ms. Farlinger, that 36 the habitat component of WSP is a critical 37 component that makes part of the entire program functional; do you not agree with that? 38 39 MS. FARLINGER: I certainly think that the management 40 of habitat for Pacific salmon or sockeye -- Fraser

that stock, yeah.

Q Mr. Lunn, if you would put the WSP before the hearing, and go to page 20 under Strategy Two Assessment of Habitat Status. Reading from Strategy Two, at the top of the left side column:

sockeye here is a critical component of managing

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The maintenance of sound, productive salmon habitat in both fresh water and the marine environment depends on good scientific information, timely measures to prevent habitat disruption, and compliance with regulatory directives. Habitat management and protection require identification of the habitats necessary for the conservation of wild salmon and assessment of changes in their status over time.

Then, below the photograph at the bottom of the column:

An overview of important habitat and habitat issues within CUs will be developed and habitat status will be assessed using indicators that combine scientific and local knowledge and recognize sensitive life stages and habitats.

Ms. Farlinger, you haven't done any of that, have you?

MS. FARLINGER: I wouldn't say we "haven't done any of that," I would say that we've developed the framework, I would say that this has -- the work has been focused on Strategy 1, and as several people have said several times, the challenges in and the timetable set out in the original policy was ambitious, at best.

I think that the -- part of the other work that we're doing in the Department, which is the review of the habitat program, itself, and how it is implemented and the habitat policy, is very much taking into consideration the things that are -- the details that are set out in the Wild Salmon Policy, and thinking about how we can implement them. And I think there is a recognition that the kind of things we set out here really was not the way or is not the way we discharge the habitat program today on a project by project basis. And so that work is underway.

Do we have these habitat indicators? We have them in a variety of situations. They're certainly not gathered together and set out as envisioned in the habitat -- in Strategy 2 of the habitat policy.

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It's not what one would have expected in the way of implementation when the stakeholders bought into this program about six years ago; is that not fair to say? There are no habitat status reports. MS. FARLINGER: I think there are some, but there are

relatively few.

Now, I want to go to C&P for a few minutes. We've all heard the evidence of Mr. Nelson, and it's been the subject of some of the crossexamination by Commission Counsel to this inquiry. And basically, Mr. Nelson said in part, and Mr. Lunn if you can go to April the 8th of this year, 2011, page 58. He said, in part, about line 5, "I'll call new schematics" -- I'm just reading from the middle of a quote, and I'm at line 7:

> ...that unless there is an infusion of capital into the Department for purposes of discharging your statutory responsibilities, we aren't going very far in terms of improving the situation.

This is my cross-examination, my question to him. He answered:

I would say that's a fair statement.

Now, having said that, and there was also evidence by Mr. Steele, who holds a senior position at National Office of DFO; is that correct? MS. DANSEREAU: He did.

And he spoke of budgetary restrictions and Yes. paring the effectiveness of monitoring and enforcement, and I can lead you to that evidence, but I'm not going to really have the time.

My question to you, Mr. Bevan, because you're the one that spoke to this in your evidence, is you say there's going to be a new day and that maybe Mr. Nelson wasn't aware of what is your department's future direction in doing this more effectively; is that a fair summary of your evidence?

MR. BEVAN: I would say that what Mr. Nelson's basing his comments on is the same methodologies that have been employed for some time, looking at the same kind of approaches, and also -- I would also indicate that he's had some comments relevant to

his understanding of what's going to happen with PICFI and Larocque, and there's no absolute conclusions that those are going to, in fact, sunset. They are going got sunset, but whether we renew them has not yet been finalized. comments are based on a context, and I think what we need to do is not have C&P work in isolation, they've got to work within the broader context in an integrated way and draw upon realizing the outcomes that they're looking for through working collaboratively with the other elements in the Department. But would --

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- MR. BEVAN: If he wants -- if you want to do it the same old way in isolation, you need to have people on the ground. And I said that. But I'm also saying it's the obligation of the management in C&P to look at how they work within the context of the Department and how they can work collaboratively within that context to get the information they need to do their job better.
 - Thank you. Are you aware that Mr. Nelson testified that over one million dollars in fines that were imposed by violation s. 35 and 36 of the Fisheries Act have not been collected, in part because they didn't have the resources to do it?
- MR. BEVAN: That's not his responsibility to get those. It's not the responsibility of C&P to obtain -- or to get those fines. That's the responsibility of the -- of another portion of the operation. Therefore, giving him money to collect fines is not -- doesn't make a lot of sense.
- But you acknowledge that there are over a million dollars in outstanding fines that never got collected?
- MR. BEVAN: That would appear to be the evidence, yes.
- And we come to evidence that was given before this tribunal that organized crime has been involved in the illegal fishery in British Columbia. Are you familiar with the fact this evidence was given at this tribunal?
- MR. BEVAN: I'm familiar with the fact that evidence was given, but again, dealing with organized crime and that kind of activity, insofar as it is partly to do with fish, yes, that's a responsibility of conservation and protection, and we do have a major investigations unit, or role in that regard.

But if it's -- the allegations we're talking about fish and drugs, then that is a police matter, not a C&P matter when it gets into *Criminal Code* infractions relative to organized crime.

And Mr. Bevan, in the context of fiscal financial -- budget deficits, or budgets reductions, are you

- And Mr. Bevan, in the context of fiscal financial -- budget deficits, or budgets reductions, are you in a position to inform the public of Canada that your new C&P initiatives will be effective in speaking to this form of criminality?
- MR. BEVAN: That form of criminality, again, the accusations were that there was more than just a fish issue to it, that it was, in fact, *Criminal Code*, and our people are not peace officers under the *Criminal Code*, they are peace officers under the *Fisheries Act*, and their enforcement has to be restricted to that area.

If they had evidence of organized crime, then I would expect that their responsibility is to take that to the RCMP and appropriate policing authorities.

- Thank you. Would you agree with me that, in terms, again, of the checklist of what has been accomplished, what hasn't, that not one CU has yet been taken as a pilot program from Strategy 1 through to Strategy 5? There's evidence to that effect; do you agree with that, just yes or no?
- MS. FARLINGER: In terms of the annual fishing plan, I would argue that the Wild Salmon Policy has, in fact, been taken through to Strategy 5, based on the information that was available at the time.
- Q Which CU? Name the CU, please.
- MS. FARLINGER: The Cultus River CU, the Kitwanga River and wild stock CUs on the Skeena River. There's a variety of -- the Early Stuart stock -- excuse me for a moment.
- Q And you're saying all five strategies were implemented?
- MS. FARLINGER: I'm saying that the intention of the Wild Salmon Policy was incorporated into the management decisions based on the information that was available for each of those strategies. In some of those strategies, there wasn't much information available.
- Q Right. And then we come to nursery lake assessment. Mr. Whitehorse (sic) testifies at this proceeding that that program has tailed off since the early 1990s, that only three lakes have

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            any form of nursery lake assessment. You don't
            dispute his evidence, do you?
       DR. RICHARDS: I think you're talking about Mr.
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            Whitehouse?
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            yes, Whitehouse, I'm sorry, yes.
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       DR. RICHARDS: Yes, I agree that we have somewhat
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            limited information on the nursery lakes.
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            Thank you. I come to the telemetry work.
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            Evidence has been given before this tribunal that
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            the work is now unfunded; would you agree with
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            that?
                  I'm speaking of the Fraser River.
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       DR. RICHARDS: Okay, I'm not specifically sure which
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            project you're referring to, and some of this work
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            was not, in fact, funded through Fisheries and
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            Oceans. Quite a lot of the work was, in fact,
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            funded through university sources, National --
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            NSERC, National Science and Engineering Research
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            Council.
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            Are you aware that Karl -- are you aware whether
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            Karl English's telemetry work is terminated
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            because it's unfunded?
       DR. RICHARDS: I'm not aware of the specifics.
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            he is working -- would be working under a
            contract. And I know that we have done some of
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            that work at some times to address certain
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            specifics, but it was always under -- not intended
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            as a long-term monitoring program. It would have
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            been intended as, Mr. Commissioner, as a shorter-
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            term research project.
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- Q Thank you. I come to selective fishing. Evidence before this tribunal that the program that DFO had to promote a selective fishing program was stalled after 2003, because CFAR funding ended; do you agree with that?
- MS. FARLINGER: The funding under CFAR was intended to be for five years, and to be transformational to provide the industry and others, in fact, how harvest salmon to test out methods of selectivity. But as I've commented on earlier, we continue to implement opportunities for selective fishing and implement that, actually, in a practical way, although there is not additional funding to do it. And this harkens back to the idea of whether we can move in the direction of the policy using the funds, the people and the regulatory responsibilities we have as opposed to additional money to give people an opportunity to be funded

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- to do something different.

 Well, Dr. Hargreaves testified before these proceedings and you would acknowledge that he would be very knowledgeable about the state of progress in terms of implementing selective fishing programs of DFO? You'd be comfortable relying on his opinions, wouldn't you?
- MS. FARLINGER: I know that Dr. Hargreaves was very involved during the period of the CFAR program in projects to look at opportunities for selective fishing. He has not necessarily been involved in the day to day management and the practical implementation, for example, of demonstration fisheries and other things --
- Q Thank you.
- MS. FARLINGER: -- since that time.
- Q With stock assessment another area or another component of your responsibility, Dr. Riddell has testified that even when he was division manager of science, it was already at a marginal level. He then testified about budget cuts and the -- the implications of budget cuts. Would you agree that it is at a critical state in terms of the lack of proper funding for proper stock assessment?
- MS. FARLINGER: Stock assessment continues to evolve.

 We moved in -- 15 years ago, and Laura may be able to provide some more specific evidence on this, to looking at key stocks, rather than the kind of monitoring that had people on the ground monitoring each and every stock. We use information that's gathered be stewards. Carrie Holt's recent paper takes a look at, how do we set standards for people who do not work for DFO to gather information for us.

So my point here is, we are continually refining how it is we assess the status of salmon stocks both in-season, in the fisheries with DNA in the Mission test fisheries and up the river, and as well as just how much we do to get the best possible estimates. There are -- if we were -- we currently have about 160 or so, and it ranges from year to year, 160 to 180 people who do nothing but count fish in-season. They count them in the fisheries, they count them at the Mission operation, and they count them in the -- in the streams.

So the real question is, there, is, how can

- you do this in the best possible way? And I would argue that we make continual changes in the way we assess salmon in order to make the best use of the people we have. And do we need 2,000 people to do that? I don't know the answer to that question.

 All right. In respect to the consultation side of your responsibilities, Mr. Sato testified, here,
 - Q All right. In respect to the consultation side of your responsibilities, Mr. Sato testified, here, of diminished resources for consultation. Yes or no, you agree with that?
 - MS. FARLINGER: I wouldn't necessarily agree with that. I think we have continued to put considerable resources, including half of our staff time --
 -) Fair enough, I'll --

- MS. FARLINGER: -- resource manager time to consultation --
- Q -- put his evidence before the tribunal in final submissions.
 - Genomic signature research. Dr. Hinch testified of seeing a deterioration of funding in that area; do you agree?
- DR. RICHARDS: Again, some of that funding was not funding that was directly given to the Department. I think we have continued to fund the areas that we think are the highest priority.
- Or. Kristi Miller testified here and said she -her funding had run out or was running out and didn't know that she would be receiving more money. Is that still an accurate situation in terms of her work?
- MR. TAYLOR: Well, before we ask for agreement on evidence, that's not quite the evidence. It might be better to put that proposition, but I don't recall that as -- in fact, I know that's not exactly what Dr. Miller said.
- MR. ROSENBLOOM: Well, that is my memory of what she said. But in any event, Dr. Miller testified about a funding problem. I distinctly remember even my cross-examination. But without getting in a slug match with my friend about it:
- Q Is Dr. Miller's funding secure for the next year or two?
- DR. RICHARDS: We have provided Dr. Miller the funding that she needs to do -- that she needs to do her highest priority work.
- Q So you are committed to giving her funds for the next couple of years for her continuing work?
- DR. RICHARDS: Well, I can't speak beyond the current

fiscal year, because we don't have budgets for the
next year at this point, but we recognize that the
work she's doing is very critical and we have done
the utmost to ensure that she has the funds that
she needs to continue that high priority work.
I've got three minutes left. Socioeconomic

- Q I've got three minutes left. Socioeconomic analysis, you would agree that embodied within the WSP is a responsibility to carry out socioeconomic work? We have had a lot of evidence given that that work isn't being done and isn't being done in the course of your partial implementation of WSP; do you agree with that?
- MS. FARLINGER: No, I don't.

- Q Are you suggesting that where you have curtailed harvest in respect to the weak stock issues, that you have carried out socioeconomic analysis before making that decision?
- MS. FARLINGER: In some of those instances, the answer is, "Yes." In the generation of each integrated fishery management plan, including salmon, there is a requirement for us to provide an economic analysis of the fishery. We have done some economic analyses in situations where we have curtailed harvest as it relates to the Wild Salmon Policy. With respect to Cultus sockeye, I think the economic analysis was done prior to the decision to curtail that fishery. And David Bevan may know more about that.
- Well, I don't really have time for it. I've got about two minutes left. All I'm asking is: Do you believe that within the body of evidence at this inquiry, there is any document showing an economic -- socioeconomic analysis of your decisions?
- MS. FARLINGER: There are documents showing economic analyses and I don't know whether they're in evidence.
- Q Thank you. And terminal fisheries with socioeconomic analysis, there was an exchange between this panel and some of my colleagues, I think late last week. You have never done a socioeconomic analysis of the direction you're taking towards a greater terminal fishery; is that not correct? Was that not the evidence?
- MS. FARLINGER: As far as I know, there is not a socioeconomic analysis of the terminal fisheries currently -- demonstration fisheries on the Fraser

River.

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- And would you not agree that that one would have expected as a condition precedent before your department made such a critical initiative to move to terminal fishery?
- MS. FARLINGER: And indeed, that's why those fisheries are demonstration fisheries, because that analysis is not yet done.
- Q Having completed my cross-examination, other than to ask this of -- back to you, Ms. Dansereau, I opened this cross-examination by asking you if you still stood by the comments that you made in early exchange with me in November of last year. Having heard my review of some of the evidence that we've heard at this inquiry, and the Commissioner's going to have to grapple with, are you prepared to now say that, in fact, DFO has not been capable, because of financial reasons or whatever, but it has not had the capacity to truly discharge its statutory responsibilities to the public of Canada?
- MS. DANSEREAU: No, I'm not willing to say that.
- MR. ROSENBLOOM: Thank you. No further questions.
- MR. McGOWAN: I'm going to suggest we take the morning adjournment.
- THE COMMISSIONER: Thank you.
- THE REGISTRAR: The hearing will now recess for 15 minutes.

(PROCEEDINGS ADJOURNED FOR MORNING RECESS) (PROCEEDINGS RECONVENED)

MR. EIDSVIK: Good morning, Mr. Commissioner, Philip Eidsvik for Area E in the BCFSC. It's now about 20 to 12:00 and I'll take the rest of the morning and a few minutes after lunch.

CROSS-EXAMINATION BY MR. EIDSVIK:

- Q Mr. Bevan, can you tell the Commissioner what the approximate pay range for a fishery officer is?
- MR. BEVAN: I confess that I haven't looked at that recently, but it's in the range of 50 to 60,000 for base pay.
- Q Okay. And average overtime and O&M annual?
- MR. BEVAN: That varies, and I can't say that with any degree of accuracy for the Pacific Region at this

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1 time. 2 Could you give me an O&M average? 3 MR. BEVAN: Generally, we like to have in the --4 between 10 to 20,000, depending on the location, 5 and what the geographical restrictions are. 6 Okay. 7 MR. BEVAN: It varies specifically depending on where 8 they're located and what the duties are. 9 Okay. And about how many officers in B.C.? 10 MR. BEVAN: About 175, thereabouts. It's always 11 difficult to give you an exact number because of retirements and our recruiting process being what 12 13 it is. There's a gap between retirements and 14 filling the positions. 15 Thank you. Ms. Farlinger, I want to go back to 16 1992 for a minute because a lot of the problems we 17 seen in the fisheries started in 1992. In terms 18 of fish biology and fishery management, did it 19 make sense to expand commercial fishing into the 20 Fraser Canyon and double the commercial fishing 21 area in the Lower Fraser? 22 MS. FARLINGER: In 1992 and prior to 1992, there had 23 been, for about 10 years, and certainly 24 intensifying over that period, incredible 25 conflict, including violent and civil problems in 26 the management of the fishery on the lower Fraser 27 At that point, in 1992, a policy decision River. 28 was made by the government to provide for economic 29 fisheries, called pilot fisheries, as part of the 30 Aboriginal Fisheries Program which, in its 31 entirety, was a response to court decisions. 32 Are you telling me that the commercial side was in Q 33 response to a court decision? You don't mean 34 that, do you? 35 MS. FARLINGER: I mean the program was in response to 36 court decisions that required the Government of 37 Canada to respect existing and potential rights. 38 They were focussed, at the time, on the food, 39 social and ceremonial fishery. 40 Okay. So did it make sense, in terms of fish 41 biology, to add 700 nets in the Fraser Canyon,

MS. FARLINGER: It certainly was post that time, and I'm thinking of the Mifflin Plan and the Canadian Fisheries Adjustment and Restructuring Plan, an

try and reduce fishing pressure?

lower Fraser during intensive sockeye fisheries?

Wasn't the aim of the Department at the time to

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overall response of the Department to
international and domestic pressures to reduce the
size of the salmon fleet by approximately half.
This was reducing, rather than increasing the size
of the fishing power, this was transferring
allocation to another user.

- Q But actually, we added, depending on the count, and the day and the intensity of the fishery, 500 to 700 new commercial fishing nets in an area where, for 100 years, there'd been no commercial fishing, legal commercial fishing; is that correct?
- MS. FARLINGER: At that time, the commercial fishing area was expanded, but there was no additional allocation for that. That was a transfer of allocation from existing commercial fishery to other users.
- I think the evidence will deal with that so I'm not going to go into that. Now, prior to 1992, we had one day of commercial fishing on the Fraser River sockeye run, an average rate. Area 29 would open, roughly, on a Monday, one day a week and now we have commercial fishing on Monday, often on Thursday, Friday, Saturday, and Sunday; is that correct?
- MS. FARLINGER: I can't speak to the number of days of the week it was open in Area 29 as I was not directly involved in salmon management at the time, but I do know from my experience since then, that there is a challenge working in the number of fisheries that need to occur in the fishing area in the lower Fraser River, yes.
- Yeah, and in fact, where we used to have a sanctuary in time from commercial fishing of six days a week, and where we had a sanctuary above Mission all the way up to the spawning grounds, a big sanctuary, free passage for fish, other than the FSC fishery, that's been completely changed since 1992?
- MS. FARLINGER: There has been a portion of the fishery, of an allocation that has moved further up the Fraser River, yes, into the area around Mission Stó:lō area and up to the canyon, the Yale canyon.
- Q In terms of net days, that's now the biggest commercial fishery on Fraser sockeye; isn't it?
- 47 MS. FARLINGER: I don't know the answer to that

question, but I think we measure the size of fisheries based on the fishing power and the 3 effort, and the catch. So it's an output-based 4 measurement. 5 Well, maybe I can rephrase the question. 6 of fishing effort, this is the biggest commercial 7 fishery on the Fraser sockeye? 8 MS. FARLINGER: I'm not sure that I can confirm that. 9 Thank you. 10 MR. EIDSVIK: If you could bring up Tab 5 of my 11 documents, please, Mr. Lunn? 12 I'm just going to go through a couple of things to 13 deal with average participation in the fishery to 14 clean up some of the issues that arose out of 15 another testimony. This is the Fisheries Commission Report from 1925, and I don't want to 16 17 bring you to it, but perhaps I could have that 18 entered as an exhibit, please, Mr. Commissioner? 19 MR. DICKSON: Mr. Commissioner, Tim Dickson for the Stó: lō Tribal Council. We haven't heard any 20 identification of this document so far. The only 21 22 thing we've heard is that it's from 1925. I think 23 Mr. Eidsvik would have to take it a little bit 24 further to show the relevance of it, Mr. 25 Commissioner, before it becomes an exhibit. 26 MR. EIDSVIK: Perhaps you could flick the page, Mr. 27 Lunn, go to the first page, and at the bottom, the 28 bottom paragraph, I'm referring to the reduction 29 in Orientals policy: 30 31 The department's policy of eliminating the 32 Oriental from the fisheries of the province 33 with a view to placing the entire industry in 34 the hands of white British subjects and 35 Canadian Indians appears to be working out 36 well as shown by statement No. 10 ... 37 38 And then it goes further to say that: 39 40 ... Orientals during the year 1925 held only 41 24 percent ... 42

in the fishery and discrimination in the commercial fishery. It's obviously a government document. I don't think there should be any controversy over whether this is appropriate for

And so on. It deals with aboriginal participation

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this Commission, or not. Could I have that marked 1 as an exhibit, please, Mr. Commissioner? 3 MR. McGOWAN: Mr. Commissioner, if the document is simply being entered to inform the examination of 5 the witnesses, then their answers will be on the 6 record and I suppose there's not much harm in 7 If it's being entered for some further 8 purpose, then perhaps Mr. Eidsvik should 9 articulate what further purpose he wants it 10 entered for. 11 MR. EIDSVIK: Well, this is the summary hearings in all 12 the DFO policies. It was the Commissioner who 13 brought Professor Harris to the Commissioner, made 14 a long, detailed, we think inaccurate argument 15 about the level of aboriginal participation in the 16 fishery, and the history of aboriginal 17 participation. This document helps me complete, 18 along with a couple more documents, the history of 19 aboriginal people in the commercial fishery, which 20 is something we can all be very proud of. 21 MR. McGOWAN: With respect, Mr. Commissioner, I don't 22 believe the document was put to Dr. Harris. 23 MR. EIDSVIK: I'm sorry, I misheard you, Mr. McGowan. 24 MR. McGOWAN: I don't believe that the document was put 25 to Dr. Harris. If it's in some way designed to 26 rebut the evidence that he provided to the 27 Commission, in my submission, it ought to have 28 been put to him. 29 MR. EIDSVIK: No, the document wasn't put to Mr. Harris 30 due to severe time limits on my time, Mr. 31 Commissioner. 32 THE COMMISSIONER: I think the document should be 33 marked as an exhibit, not for the proof of the 34 truth of its contents, but as a document which 35 might be used in argument at a later date. 36 MR. EIDSVIK: Yes, that's all I'm after it for. 37 you, Mr. Commissioner. THE REGISTRAR: The document can be marked as 1945. 38 39 40 EXHIBIT 1945: Excerpt from Fifty-Ninth 41 Annual Report of the Fisheries Branch for the 42 Year 1925-26, pages 53-4 72-3

MR. EIDSVIK: And if we go to Tab 4 of my documents, please, Mr. Lunn? And if you can flick about six pages in, and you'll see one that comes up and it's the chapter 1. Keep going. Stop.

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Q And the first paragraph says:

THE REGISTRAR: 1946.

 Native Indian workers and producers have been important in some industries in British Columbia for well over a century.

Would you agree that's especially the case in the commercial fishery, Ms. Farlinger? I think you've got the longstanding knowledge about the fishery here.

MS. FARLINGER: It's certainly true that aboriginal people in B.C. have a long history in the fishery, yes.

 MR. EIDSVIK: And again, if I could have this marked as an exhibit, please, Mr. Commissioner, for the same purpose.

EXHIBIT 1946: Excerpt from Knight, Indians at Work - An Informal History of Native

Labour in British Columbia, 1848-1930, Preface and Chapters 1, 9, 15

THE COMMISSIONER: Well, again, Mr. Eidsvik, I'll permit it to be marked, but not for the proof of the truth of its contents.

MR. EIDSVIK: I think you can decide what weight's appropriate to give it in our final submissions, and we're happy to go by your judgment on that. If we could go to Tab 1, Mr. Lunn?

Q Now, are you familiar with this document, Ms. Farlinger?
MS. FARLINGER: I'm just taking a look at it, here.

Maybe I can help you with some of the points in the document. And what this does, it explains the various types of affirmative action programs in the commercial -- public commercial fishery since 1968. And you're familiar, for example, at paragraph vi, where they talk about special provisions for aboriginals for spawn-on-kelp

THE COMMISSIONER: I'm sorry, where are you at, Mr. Eidsvik?

MR. EIDSVIK: I'm at page 68, it's in the top left, it's a bit hard to read, at paragraph vi. And then it details some of the additional licensing issues concerning aboriginal fisherman.

licences?

And there's a number of licence provisions there that are helpful. And one of the programs that you did, you're probably aware of it because I think you spent some time up north, was when the Department funded the buyout of the Cassiar Cannery and B.C. Packers commercial fishing fleet; is that correct?

MS. FARLINGER: Yes.

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- And a lot of the people that fished those boats were Gitksan Wet'suwet'en; is that correct?
- MS. FARLINGER: There are a number of First Nations communities that fished those boats, and some of them are Gitksan Wet'suwet'en, yeah.
- And they would come 300 miles inland to fish those boats and were quite successful at it?
- Since the purchase of the licences in MS. FARLINGER: some years, they were successful. In recent years, almost half of those licences have remained unfished.
- Thank you.
- MR. EIDSVIK: Perhaps we could go to Tab 6, Mr. Lunn?
- MR. DICKSON: Yes, Commissioner, Tim Dickson again for the Stó:lō Tribal Council, and I object vociferously to the admission of this document, if this is indeed an email chain. As I review it, it's one that started off with Terry Glavin, who was a witness before this inquiry. This email chain should have been put to him so that he could comment on it. It is in relation, as I understand it from the email chain, to an underlying National Post article that is not with the email chain. It's all simply hearsay. It's all simply opinion. None of these witnesses can speak to this document and it's entirely inappropriate to be put to them.
- MR. EIDSVIK: Mr. Commissioner, we've had dozens, and dozens, and dozens of documents, email chains come before the witnesses and quite often the individual witnesses weren't involved in the email chain, but the email was entered as an exhibit and was used for the purpose of cross-examination. hate to break that policy now for a document that sheds some light on --
- Well, I think, Mr. Eidsvik, what you THE COMMISSIONER: should be doing is indicating to me in what area you plan to examine the witnesses upon with respect to this particular document and why it's relevant to your questions.

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MR. EIDSVIK: Thank you, Mr. Commissioner. It's relevant because it explains the position and the debate around weak stock management and the Wild Salmon Policy. There's some discussion with Mr. Walters. Mr. Glavin was a witness before the Commission, appears to have a severe problem with the public commercial fishery. I think it's helpful to establish where people are coming from in their testimony.

THE COMMISSIONER: My preference would be if Mr. Glavin gave evidence about these matters, or other witnesses gave evidence that you would like to put to these witnesses, that you do so.

MR. EIDSVIK: I'll move on, Mr. Commissioner, to
Tab 10. If we go to page 26, please, Mr. Lunn?

Now, I've brought you to the recommendations of
this particular report and if you look at the
second paragraph, it talks about:

The best opportunity for restructuring the fishery lies in the development of terminal fisheries ... There will be a reduction in the value of the fishery due to reduced fish quality. Nevertheless, a cannery grade product can usually be obtained ...

Now, the policy explained in this paper is encapsulated in the policy we've heard you all explain, all the witnesses explain a number of times about the desire to move to terminal fisheries; is that correct? This is one of the justifications to protect biodiversity?

- MS. FARLINGER: With respect to this particular report, which I can't say I have read for, probably, four or five years, there are arguments made in here about the usefulness of a terminal fishery, but as I've mentioned on several occasions, there's a variety of strategies and directional tests in place in terms of how to make the fishery more selective and, therefore, deal with weak stocks in a variety of ways. Inland fisheries is one of those ways.
- Q So would you agree with that statement, then?
- MS. FARLINGER: With what statement, sorry?
 - Q The statement in the second paragraph, under "Restructuring of the Commercial Fishery"?
 - MS. FARLINGER: No, I would say it is one of many

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strategies for taking a look at how the fishery is 1 prosecuted in order to avoid the weak stocks. 3 MR. EIDSVIK: If we could have this entered as an 4 exhibit, please, Mr. Commissioner? 5 THE COURT: 1947. 6 THE REGISTRAR: 1947. 7 8 EXHIBIT 1947: Levy, BC Sockeye Salmon 9 Population Declines: Probable Causes and 10 Recommended Response Strategies, Feb 2006 11 [Sierra Club] 12 13 MR. EIDSVIK: And if we could go to Exhibit 75, please, 14 Mr. Lunn, and page 208? Yes, it's a bit of a ways 15 in. And I'm sorry, Mr. Lunn. This is an exhibit already filed, Mr. Commissioner. 16 17 If you look at the map, perhaps Ms. Farlinger can 18 answer this question for me again. We've tried to 19 rebuild the upper Adams sockeye for many, many 20 years and had some success, but haven't reached 21 anywhere near the capacity of its spawning 22 grounds, have we? Upper Adams sockeye. 23 MS. FARLINGER: I would certainly agree with you that 24 we've been working on rebuilding various stocks in 25 the Fraser River, including Shuswap sockeye at 26 some point. I'm not sure whether we may have 27 reached capacity on spawning grounds in any 28 particular year, including last year. So I can't 29 comment directly on whether we've reached the 30 capacity. 31 And could you point out to the Commissioner where 32 the terminal fishery in Shuswap Lake occurred in 33 2010? Would you like the pointer, or perhaps you 34 could just say? 35

- MS. FARLINGER: I'm not even exactly sure that I can point to you exactly where that was.
- Q It occurred in Shuswap Lake, though; is that correct?
- MS. FARLINGER: Yes.

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- Now, when it occurs in Shuswap Lake, you're also catching Upper Adams River sockeye, aren't you? There's no separation, no protection for Upper Adams sockeye?
- MS. FARLINGER: There are still some potential mixed stock issues there, and as I talked about earlier, there's a variety of ways to deal with that. Sometimes it's run timing, sometimes it's gear,

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and sometimes it's not fishing in the area.
Thank you.

- MS. FARLINGER: So I don't know exactly what the conservation units are in this area so I can't speak to whether there are co-migration of separate conservation stocks, conservation units. Sorry, I don't know that level of detail.
- Yeah. Thank you. So we've heard quite a bit about the economic cost of moving into terminal fisheries, and I gather there hasn't been a good study done. Have we looked at the biological cost of moving into terminal fisheries? Has there been an analysis looking at specific proposed terminal fishing sites and whether or not they will protect stocks that are weak?
- MS. FARLINGER: There has been a measure in terms of where demonstration fisheries take place, and a consideration of a reduction in the number of stocks that are fished. And the potential management tools like timing and other elements that are available further up the river as opposed to in a fishery where there are more stocks and more uncertainty with respect to the other fishery management elements.
- Now, in terms of selling fish caught in the terminal fishery, say, in Shuswap Lake, did you ask Canadian Fish, or Ocean Fish, or Bella Coola, any of the well-established processors who have a century of experience selling fish in international markets, have you asked them what they think about terminal fisheries and whether they can do it profitably?
- MS. FARLINGER: I know, over the years, there have been a number of discussions with people operating fish processing plants. There have been a variety of views expressed and I know there's been a considerable amount of work and, funnily, a very great deal of activity looking at changing markets. I think historically, the processors would say you can't take fish up river because they're in poorer quality. I know that part of these experiments are taking a look at what markets are available other than traditional markets and whether the quality will be sufficient to sell into those markets and have a viable fishery. And that's part of what we're testing. So does anybody in DFO got the several hundred Q

years of experience of marketing salmon that our major processors do?

- MS. FARLINGER: I don't believe we have anyone in DFO with marketing experience. I would say that we meet regularly with processors, as well as with all of the other stakeholders. We meet regularly with the B.C.C. Food Processing group.
- Yeah. Now, the Adams River return is dominant every fourth year. Can you tell the Commissioner what type of fishing industry you're going to build in Shuswap Lake in the other three years?
- MS. FARLINGER: No, I can't tell you that, and I can't tell you that and it's one of the reasons this is a pilot fishery, is taking a look at how it would operate and whether, in fact, it's both conservation-based, meets our conservation requirements, and secondly, whether it's financially viable.
- All right. But the Department is buying millions and millions of dollars worth of licences for transfer to these fisheries to somewhat compensate for the allocation; is that correct, and already has bought many millions?
- MS. FARLINGER: The Department has put considerable resources both to reducing the size of the commercial fishery in the marine area by 50 percent, and also continues to retire access at the moment through the Allocation Transfer Program and the PICFI program to provide access to First Nations, to salmon fisheries, both marine fisheries and some of these test fisheries up the river, yes.
- Q Now, I notice when we looked at the PICFI evidence that many aboriginal groups were not preferring salmon licences, but were preferring geoduck, sablefish, halibut. Can you tell us why?
- MS. FARLINGER: Well, I'm speculating on someone else's preferences, but I think if you look at the landed value of salmon versus the landed value of, in particular, fisheries that are share-based, they tend to be higher value and, not surprisingly, some First Nations groups prefer to have access to higher-value licences. They also consider what species are in their area and a variety of other considerations that I can't speak to, but I do know we work with them when we're building a business plan to take a look at what species it is

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that they would like to have access to, and how
they build those species licences, that is regular
commercial fishery licences, into their economic
plan.

Is there any limit on the number of salmon

- Is there any limit on the number of salmon licences you're going to buy and transfer to aboriginal interests in-river?
- MS. FARLINGER: For practical purposes, we have focussed around, in the PICFI program, somewhere around 15 percent of the commercial salmon licences, and that's simply a practical measure as opposed to a policy. And this is simply the proportion of salmon licences relevant to value and number of licences that are in the fishery, relative to other marine species licences that are in the fishery.
- Thank you for that. Now, has the Department heard complaints from aboriginals about legal and illegal sales of food fish, limiting their opportunities to get food fish to eat? Has the Department heard complaints about that over the years?
- MS. FARLINGER: From time to time, we have heard complaints about that.
- MR. EIDSVIK: Perhaps if I could have Tab 7 up, Mr. Lunn?
- MR. DICKSON: Mr. Commissioner, before Tab 7 is brought up on the screen, I want to object again to this document. It appears to be comprised of two Globe and Mail articles, the first of which is Mr. Hume's article reporting on evidence in this inquiry, and I'd just say that a news article about evidence in these hearings is not evidence in these hearings. It's also comprised of out-of-court statements. They're simply hearsay. In the second -- and none of those statements are made by any of these witnesses, Mr. Commissioner.

The second article is just a report on a conversation that Mr. Hume had with a member of the Musqueam Indian Band and it's utterly hearsay. It cannot be admitted, certainly for the truth of its contents, whatsoever. And I suggest to you it's not helpful in having it as an exhibit for identification or referred to in any respect.

MR. EIDSVIK: Mr. Commissioner --

MR. McGOWAN: I'll perhaps just add to Mr. Dickson's objection one observation, and that is some of the

statements in at least one of these articles are attributed to Mr. Grey who was here as a witness after this article was published and, to my recollection, the articles were not put to Mr. Grey.

MR. EIDSVIK: Mr. Commissioner, it's the second tab in

- MR. EIDSVIK: Mr. Commissioner, it's the second tab in the document. I'm not entering the first tab. I sent out a PDF with only the first tab attached -- or the second tab attached so it would stop confusion over the first two pages in that tab, and I'm sorry if I got that process wrong. I think the Globe and Mail's article is interesting because it arose out of the testimony in the Commission and Ms. Farlinger's admitted that there has been some discussion of complaints and I'm just trying to establish the level of the degree of complaints. And perhaps --
- THE COMMISSIONER: I was just going to say, again, Mr. Eidsvik, I think you can ask those questions of her without reverting to this newspaper article, which seems to be causing some issue of conflict between you and some of the participants' counsel, but is it possible for you to put questions to these witnesses about the very complaint you've already asked Ms. Farlinger about?
- MR. EIDSVIK: Sure.

- Q Following that article in the *Globe and Mail*, did you call Ms. Sparrow and ask her --
- MR. TAYLOR: Maybe, for the witness, we can actually have the article up. I think it's not up because Mr. Dickson objected to that, but now the witness is going to be confused unless she can see what's being spoken of.
- MR. McGOWAN: To the extent Mr. Eidsvik is asking about any potential response to complaints that they were alerted to through the newspaper article, that question may well be fair and perhaps we should have the article up and hear the question.
- MR. EIDSVIK: Mr. Commissioner, if it helps at all, when I was debating whether to enter these newspaper articles, I reviewed the Supreme Court of Canada decision in *United States v. Burns*, and the court relied upon articles by the *Chicago Tribune* and the *New York Times*. And given the little bit looser rules in this Commission on evidence, it seems appropriate to have it in there.

- MR. DICKSON: Well, Mr. Commissioner, that is such a different context and that's not helpful whatsoever. The practices of the Supreme Court of Canada, which often allows for Brandeis Briefs is entirely different than here.

 MR. EIDSVIK: I think we can dispose of that article.
 - MR. EIDSVIK: I think we can dispose of that article. I can get around it.
 - Q Ms. Farlinger, did you read the article in question?
 - MS. FARLINGER: I do believe that at the time it came out, I read the article.
 - Q Did you contact Ms. Sparrow?
- 13 MS. FARLINGER: I did not.

- Q Did anybody in your Department?
- MS. FARLINGER: Not to my knowledge, but they may have.
- Q Now, isn't DFO's prime duty in terms of allocating sockeye to ensure that food, social and ceremonial needs are met?
- MS. FARLINGER: Consistent with the allocation policy, the first priority for access after conservation is food, social and ceremonial fisheries, yes.
- Q Now, the public commercial fishery, or what I call the all citizens' commercial fishery is often closed to ensure that FSC needs are satisfied. Why isn't this commercial fishery closed to ensure that they're satisfied?
- MS. FARLINGER: It is. It's a requirement of the agreement that sets up the conditions of the fishery.
- Well, we've just heard Ms. Sparrow say that that fishery is interfering with her ability to get fish?
- MR. DICKSON: We heard no such thing, Mr. Commissioner. We did not hear Ms. Sparrow say anything. The article is not in evidence and it ought not to be. I don't mind if Ms. Farlinger is asked about her reaction to reading the article, there's nothing wrong with that, but Mr. Eidsvik, of course, wants to put in statements from the article as if they were true, and he has not proven that, and that ought not to be done here on such a hearsay basis.
- MR. EIDSVIK: I have a second --
- Q Were you aware of the complaint by the Stó:lō grandmother, that she wasn't getting food fish and she took an ad out in a newspaper to say, "I'll buy sports fish"?
- MS. FARLINGER: I was not specifically aware of that

complaint, but we do have, as I've pointed out, some 50 fishery managers who consult with First Nations on a regular basis and, specifically, for any economic opportunity agreements that are negotiated with First Nations, there is a requirement in that agreement to ensure that the food, social and ceremonial fishery allocations will be met prior to agreement to an economic fishery.

- Q So that's a nice clause and a piece of paper that somebody signs in an office. What do you do, actually, to ensure, on the river and in the communities that people who need food fish are getting it?
- MS. FARLINGER: We do a number of things, certainly in terms of the way we prosecute the order of the fisheries. We negotiate the agreements and get the agreement and the signatures of the First Nations leaders who will be prosecuting those fisheries that they will ensure that that happens. There are various other management measures that are put in place to ensure that fisheries happen in the time and space that they are intended to happen, and then also on the enforcement side, not on the management side specifically, but on the enforcement side, looking at those conditions of the agreements that have been negotiated and ensuring through one method, enforcement method or another that the fisheries are being enacted in compliance with those agreements.
- So I gather through all of that long answer that you don't actually go in the communities and just see, ask people, "Have you got your food fish?"
- MS. FARLINGER: We indeed do go to aboriginal communities. We spend a good deal of time talking with the communities. Occasionally, we're only talking with the leaders. Sometimes we're talking with the entire communities. There's a variety of situations in which we hear from aboriginal communities and have staff who are specifically dedicated to doing that in terms of negotiating the fishing arrangements for FSC and any fishing arrangements that may pertain with respect to an economic opportunity.
- Q So the fundamental change in the fishery, when you change from a fishery that's for food versus I catch 100 fish and I want to give 10 to my

grandmother, versus a fishery in which I get money, you don't see that that fishery is fundamentally different from a food fishery and chains all the dynamics in the community?

- MS. FARLINGER: In fact, we do see that it's a different fishery and we do have dramatically different management requirements for a fishery where there is an economic incentive and therefore fishing power changes. It's a very basic premise of fishery management where you're looking at, I'm going to use a generic term, which might be subsistence-type fisheries, where there is, as one might say in a theoretical term, a natural limit versus an economic fishery that they require completely different management structures. And we do have those in place.
- Yeah. I have one more question on the grandmother with her placing the ad in the newspaper regarding her inability to get food fish. Given there was an ad in the newspaper, and the seriousness with which we should deal with FSC allocations, isn't that something that should have been brought to your attention and dealt with as RDG? Isn't that your job, to make sure that these FSC allocations are met?
- MS. FARLINGER: It's certainly my job to put the systems and processes and tools in place so that the managers on the ground can deliver the departmental programs in accordance with the policies that are set out. So that does mean occasionally individual matters are brought to my attention, and often those matters are handled at the operational level, and I will hear only generally about them, rather than specifically.
- Q Thank you. Were you aware, in the late 1990s and kind of early 2000s, of a pretty serious mackerel predation problem on Vancouver Island, Barkley Sound? Do you remember that, the "big mack attack?"
- ${\tt MS.}$ FARLINGER: I'm generally aware of that, yes.
- Yeah, it even caused some grief in the test fishery because there were so many test boats were catching so many mackerel? Are you that familiar with it?
- MS. FARLINGER: I'm certainly familiar with the fact that it was a challenge. The specifics of it, I can't say. I'm not familiar with it.

- Thank you. Now, we've heard a bit of talk about the *Fisheries Act* revision, and I don't know if you were involved in it, but it was quite controversial, the fight over the new *Fisheries Act*; is that fair to say?

 MS. FARLINGER: I think I'm going to ask Mr. Bevan to
 - MS. FARLINGER: I think I'm going to ask Mr. Bevan to respond to that because I'm not that familiar with it.
 - MR. BEVAN: There's a spectrum of views.
 - MR. EIDSVIK: Mr. Lunn, could you bring up -- sorry to interrupt, Mr. Bevan. Mr. Lunn, could you bring up Tab 16, as well, please? Go ahead, Mr. Bevan. Sorry.
 - MR. BEVAN: There's obviously a spectrum of views relevant to the *Fisheries Act*. What we attempted to do, in conjunction with the Minister of the day, was to find the middle ground in that spectrum of views. There are those who want the fishery to be based on something more akin to property rights, others that wish to have the issue of common property enshrined. There were different views on which of the considerations the Minister would have to take or have to consider in making a decision, which ones would take precedence versus which ones wouldn't.
 - Q Are you familiar with the document on the screen? MR. BEVAN: I'm familiar with C45.
 - Q You're familiar with C45. You didn't actually see the criticism of C45 directed --
 - MR. BEVAN: There's a great deal of differing views. We had huge binders full of views from various stakeholders. This is obviously one.
 - Q Yeah. And the point I'm only trying to make is there was an area -- it was an issue of pretty serious controversy across the country, enough that the government dropped the Act?
 - MR. BEVAN: There was no consensus on the part of the stakeholders relevant to the various compromises that would be required and that's just the history of our current Act, actually, is very little compromise in many parts of the fishery because people know the Minister's going to make a decision and they brought that kind of approach to the Act and instead of working together to modernize it, there were people just putting the markers down.
 - Q Okay. Well, you said you were familiar with C45

and we've talked a lot about habitat here today. And I want to know if you -- one of the provisions in C45, it was a revision to the habitat protection clause and the existing act called -- commonly referred to as HADD, or H-A-D-D. And the revision required that Crown counsel in a prosecution would have to prove that a disruption to fishery habitat was prohibited, but with the additional clause that it had to be proved harmful. So wasn't it enough, as it is in the Act today, that if you're disrupting fish habitat, you had to prove the disruption was harmful. Now, that would be a considerable burden to put on any Crown prosecutor, wouldn't it?

- MR. BEVAN: I'm not sure that I would necessarily agree to that. Clearly, what we're trying to prevent is harm to the fish habitat and if the modification doesn't provide harm in the current context, there may not be a HADD. So the HADD is only harmful, alteration or destruction of fish habitat. We have to prove that in the current context, and I'm not sure that there's a great deal of additional onus of proof on prosecutors to demonstrate that harm.
- Q Thank you, Mr. Bevan.
- MR. EIDSVIK: If we could have Tab 3 up, Mr. Lunn? I don't know if you've had a chance to review the documents that I put in, but this is a memorandum from Pat Chamut to the Associate Deputy Minister re the illegal sale of Somass sockeye in 1991.
- MR. DICKSON: Sorry, Mr. Eidsvik. Mr. Commissioner, Tim Dickson again. Again, I object to this document. Mr. Chamut is on the first page of this as the author, and then the briefing note that's attached after was written by Paul Sprout. Both of them have been witnesses in this inquiry. I don't see -- the document should have been put to them, if it was going to be put at all, but it has to do with Somass River fish. And my friend has said "sockeye," but as I look through it, I saw chinook. And I'm failing to see the relevance of this document and I suggest it ought not to be admitted.
- MR. EIDSVIK: Mr. Commissioner, I note I'm getting a large number of objections of documents that deal with the exact context of what this Commission's dealing with. This particular document deals with

the evidence that was given by Randy Nelson concerning food fish being stored in commercial cold storage facilities. This document goes back some 15 years prior to Mr. Nelson's testimony, and what I'm trying to establish is the length and the time that this problem has existed in the Department without being fixed.

- THE COMMISSIONER: Mr. McGowan, I'm going to allow him to ask the question. I'd like to know what the document is. I haven't seen it or been taken to it yet.
- MR. McGOWAN: Yes, Mr. Commissioner, as a point of order, I was simply rising to suggest that there are a number of submissions being made about relevance before the question's been heard. In my submission, it's difficult to assess the relevance of the potential answer until we've heard the question, and I think the appropriate way in which to handle the evidence and the examination that's taking place is for counsel to pose their question and then for counsel who may have objections, to object to the question once it's been asked.

MR. EIDSVIK:

Q If we go to the second page of the document and the last paragraph in it, and they're talking about large numbers of chinook being stored in cold storage plants in the Lower Mainland and Washington. And this particular document goes further to talk about that since there's been no actual sale of the fish, DFO can't seize the fish even though it's being stored in commercial facilities.

And then if we go into paragraph 2 of that memo, it talks about that the Ucluelet Band's been directed to -- or, sorry, chinook caught by the Ucluelet Band is in a number of plants in Vancouver and Washington, and fairly big values, and now the fish is no longer in the plant.

Now, if we go back to the very first page, at the bottom:

I should point out, however, the difficulty of obtaining necessary evidence to sustain charges for the illegal sale of food fish. Once fish enters a commercial facility, ostensibly for storage, it is virtually impossible to control or to obtain evidence

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that the fish have entered commercial markets.

Now, this memo was written October 21st, 1991. Mr. Nelson gave almost identical evidence to this problem in 2006, in their Project Ice Storm. Can you tell me why, after 15 years, the Department hasn't got a handle on this problem?

MR. BEVAN: Well, I think, under the requirement for evidence, we have to actually see the fish being sold so that does create a fairly significant challenge. I can't comment on the specifics of this and I can't make a relationship tie-in between this memo, which is about something that I'm not familiar with, and Mr. Nelson's evidence, but clearly, there's a requirement to have evidence to take people before the court, and that evidence must be based on a proof of sale, and that creates a challenge.

No, but, sorry, isn't that the real problem in the enforcement of the food fishery, is you can't separate and you can't identify what's been caught in the food fishery versus what's been caught in an illegal commercial fishery? Isn't that the real problem?

MR. BEVAN: Well, actually, what we are doing now is separating FSC from the commercial opportunities, economic opportunities in order to make that a much clearer separation so that we can have more capacity to ensure that the FSC is used for its intended purpose.

So when these fish caught on your FSC, a separate fishery versus a commercial fishery, are put in a cold storage plant, if I walk into the plant, pull one fish out of one tote and one fish out of the other tote, can you tell the difference between the two fish?

MR. BEVAN: No, exactly.

Thank you.

MS. DANSEREAU: Excuse me if I may have been silent on this, but that doesn't -- the reason we have evidence is to prove that something has actually happened. So the absence of having the evidence doesn't also mean that we can make the assumption that it has happened.

MR. EIDSVIK: I appreciate your clarification, Deputy. Q I'm going to move on to Science for a minute, and

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have a few questions for Ms. Richards. Perhaps I
            can get it before the lunch break. Now, Ms.
 3
            Richards, at Exhibit 1738, and we don't have to go
            there -- o
       MR. EIDSVIK: Oh, perhaps, Mr. Commissioner, it would
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 6
            be helpful to have -- now that you understand why
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            I wanted that document in as evidence to have it
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            marked as an exhibit?
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       THE COMMISSIONER: Well, that will be marked for
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            identification purposes, Mr. Eidsvik. Thank you
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            verv much.
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       MR. EIDSVIK:
                    Thank you.
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       THE REGISTRAR: I'm unclear which one that is?
14
      MR. EIDSVIK: The sale of native food fish, Somass
15
            River.
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       THE COMMISSIONER: October 21st --
      MR. McGOWAN: Tab 3 of Mr. Eidsvik's documents.
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18
       THE REGISTRAR: Tab 3?
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      MR. EIDSVIK: Tab 3.
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       THE REGISTRAR: Thank you. For identification, it will
           be marked as --
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22
      MR. EIDSVIK:
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            Now, Mr. Richards, are you aware of the problem of
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            dropouts and set nets, fishing and fast --
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       THE COMMISSIONER: I don't think, Mr. Eidsvik --
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      MR. EIDSVIK: Oh, I'm sorry, Mr. Commissioner.
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       THE REGISTRAR: That will be marked LLL, triple L.
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29
                 LLL FOR IDENTIFICATION:
                                         Memorandum from
30
                 Mr. J.B. Hache, Assistant Deputy Minister, to
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                 Director General, Pacific Region re Sale of
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                 Native Food Fish - Somass River
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34
      MR. EIDSVIK:
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            Mr. Richards, thank you for your patience. Were
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            you aware of the problem of dropouts and set nets
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            fishing in fast water?
       DR. RICHARDS: I've heard a little about this, but I
38
            have to say that I'm not very familiar with this
39
40
            particular line of problem.
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            Were you aware of the research by Bob Gould, a
42
            Fisheries biologist from the Stikine into it?
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       DR. RICHARDS: Not specifically, no.
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            Were you aware that PSAC recommended in 1994 that
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            DFO conduct research into this issue?
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       DR. RICHARDS: That's going back quite some significant
47
            time, and I can't say that -- I may have been, but
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- Q Were you aware that the Parliamentary Standing Committee, in 2004, said, "Conduct research on this issue"?
- DR. RICHARDS: I certainly know that we were doing some work on selective fishing that was associated with the programs that we just discussed, but I can't recall any of those specifics from that timeframe.
- Q Were you aware that Mr. Gould thought that if you didn't pick a set net for a 24-hour period, you'd land one fish and five would drop out of the net, but be dead?
- DR. RICHARDS: I already told you that I am not personally familiar with the information at that level of detail.
- Q Okay.

- MR. EIDSVIK: If I could have Tab 12 brought up, please, Mr. Lunn? And I'll go through these quickly. These are easy, non-controversial documents, Mr. Commissioner.
- This is the Lower Fraser, taken from the DFO website, opening times. Now, you'll note that there is no specific title on the page, but given that the fishery starts January 31st, there would either be a ceremonial or a list of communal licences; is that correct, Ms. Farlinger? Because there's no commercial fishery in January 31st on salmon for aboriginal groups, is there?
- MS. FARLINGER: I'm assuming that that's correct. I'm assuming that the fisheries, on the dates listed, would be fisheries for food, social and ceremonial fish.
- Yeah, and that would either be ceremonial or FSC, and I don't understand the difference sometimes, but you know what I'm getting at? Because you list these licences separately, correct?
- MS. FARLINGER: I believe that's the case. I don't think I can confirm it absolutely --
- Q Thank you.
- MS. FARLINGER: -- but I certainly wouldn't expect to have a commercial salmon fishery during this period, and they would very likely be food, social and ceremonial licences.
- MR. EIDSVIK: Could we go to Tab 13, Mr. Lunn, please? Q And again, we have an opening on January 31st, a different list of documents. This one's quite long, 21 pages of openings. This would probably

be the communal licences for the Lower Fraser 1 versus the ceremonial, given that it's 21 pages. 3 You issue more communal licences than ceremonial licences in a year, don't you? 5 MS. FARLINGER: We issue FSC communal licences, and 6 ceremonial licences are issued on a specific basis 7 for a specific occasion of one kind or another. 8 Yeah, thank you. 9 MR. EIDSVIK: If we could go to Tab 14, please, Mr. 10 Lunn? 11 And given this opening starts August 15th, these 12 would be the economic opportunity openings; is 13 that fair to say, Ms. Farlinger? 14 MS. FARLINGER: There are both FSC fisheries and 15 economic opportunity fisheries and unless it 16 speaks here to which one those are, I would just 17 be quessing. 18 This is five pages of openings, beginning on 19 August the 15th, versus the openings that began on 20 January 31st. Which would it be, would it be commercial or food? 21 22 MS. FARLINGER: I think that both those fisheries occur 23 over that period. I mean, they look to me like commercial fisheries, but I can't confirm it. 24 25 MR. EIDSVIK: Thank you. We'll move on. 26 THE COMMISSIONER: I note the time, Mr. Eidsvik. 27 for these tabs, did you wish them marked? 28 MR. EIDSVIK: Yes. Yes, I do, Mr. Commissioner, and 29 perhaps they're non-controversial. 30 THE COMMISSIONER: Then they'll be the next three 31 exhibit numbers, Mr. Registrar. Tab 12, 13 and 32 14. 33 THE REGISTRAR: Tab 12 will be marked as 1948, Tab 13, 34 1949, Tab 14, 1950. 35 36 EXHIBIT 1948: Lower Fraser Area Fishing 37 Times, Openings Ending Between Jan 1 2010 and Dec 31 2010 [DFO website as of Feb 14 2011] 3 38 39 pages 40 EXHIBIT 1949: Lower Fraser Area Fishing 41 42 Times, Openings Ending Between Jan 1 2010 and 43 Dec 31 2010 [DFO website as of Feb 14 2011], 44 21 pages 45 46 EXHIBIT 1950: Lower Fraser Area Fishing

Times, Openings Ending Between Jan 1 2010 and

1 Dec 31 2010 [DFO website as of Feb 14 2011], 2 5 pages 3 MR. EIDSVIK: Thank you, Mr. Commissioner. 5 break? 6 THE COMMISSIONER: Thank you very much, Mr. Eidsvik. 7 8 (PROCEEDINGS ADJOURNED FOR NOON RECESS) 9 (PROCEEDINGS RECONVENED) 10 11 MR. EIDSVIK: Good afternoon, Mr. Commissioner. I have 12 about 10 more minutes to go so I'll be done at 13 quarter after. I'm sure Patrick will be after me. 14 Mr. McGowan, I mean. Philip Eidsvik for Area E 15 and the BCFSC again. 16 17 CROSS-EXAMINATION BY MR. EIDSVIK, continuing: 18 19 Ms. Farlinger, thanks for your answering the 20 questions after lunch, and I'm sorry to keep 21 asking you, but you're the person most familiar 22 with what goes on in B.C. Are you familiar with 23 the beach seine projects going on on the Fraser 24 River right now? 25 MS. FARLINGER: Yes, I am. 26 And the idea of those projects is to be selective 27 and release non-target coho, sockeye and chinook? 28 MS. FARLINGER: That's right. 29 Because they're targeted primarily at pink salmon; 30 is that correct? 31 That's right. MS. FARLINGER: 32 Yeah. And the idea is to count every fish? 33 That's correct, count every fish?

MS. FARLINGER: I've certain been aware of some controversy in the Globe and Mail, yeah.

other stocks that are co-migrating, yes.

Q Yeah.

MS. FARLINGER:

this?

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MR. EIDSVIK: If I could have Tab 18 up, please, Mr. Lunn? And if we could go to the next page in that tab.

Yeah, the idea is to harvest the

available harvest without having an impact on the

And in recent days, you've seen some controversy in the Globe and Mail and Times Colonist about

- 46 MR. LUNN: 18?
- 47 MR. EIDSVIK: Yeah. There should be three photographs

with -- in that tab.

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       MR. LUNN: Oh, I see what you're saying.
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       MR. EIDSVIK:
                     Yeah.
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       MR. LUNN: I have the files separately. Do you want to
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            just go to each photograph, then?
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       MR. EIDSVIK: Yeah, I understand that.
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       MR. LUNN: So to the first photograph?
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       MR. EIDSVIK:
                     Please.
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       MR. McGOWAN: Mr. Commissioner, I'll allow Mr. Eidsvik
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            to ask his question. Just in terms of the
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            position the witnesses may be in. These were
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            additional to Mr. Eidsvik's list.
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            photographs, at least three of them which are
14
            attached were added to his list last Thursday
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            after the witnesses had commenced giving their
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            evidence, but while they were still in chief.
17
            first page was added to the list on Monday and
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            would have been circulated after they were in
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            cross-examination. Commission counsel has not
            provided a copy of that exhibit to these
20
21
                       They haven't seen it before, and I
            witnesses.
22
            don't believe counsel for the Department of
            Justice has provided this exhibit to the
23
24
            witnesses, either. We have not placed it before
25
            them in any way prior to this.
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       MR. TAYLOR: As a rule of thumb, if we had these things
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            before about Sunday morning, the witnesses would
            have them. If we got them after that, they
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29
            wouldn't, and I think you just said we got them
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            after that, after Sunday morning.
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       MR. McGOWAN: The Commission received this first page
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            after Sunday morning. The photographs were
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            received before that.
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       MR. EIDSVIK:
                    Yes.
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       MR. TAYLOR: Well, the witnesses can answer, then.
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            Depending when they were given to us affects
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            whether they got them.
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       MR. EIDSVIK:
                    Yeah. The photographs were distributed
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            last week, Mr. Commissioner, but I wanted to
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            ensure that I had proper identification for them
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            so I followed that up with an email identifying
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            the photographs on Monday. So that's why there's
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            a bit of confusion on the time.
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                 If we could go back to the photograph, Mr.
45
            Lunn, and if you could focus in on the area where
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            the fishing activity is taking place.
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       Q
            Now, in the photograph, Ms. Farlinger, would you
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say this is representative of the selecting fishing practices that you've talked about in this Commission, and we've heard about?

- MS. FARLINGER: I'm not familiar with this particular photograph, but I understand it to be a photograph that was taken on the Fraser River around and about the time --
- MR. McGOWAN: Well, Mr. Commissioner, I'm sorry to rise and interrupt the witness. There may well be some controversy amongst the participants about what this photograph shows, where it's located, when it was taken. I'm going to suggest that the witness speak about what she knows, not what she understands from reading a newspaper article. I think that would be the appropriate way in which she ought to respond to the guestions.
- MR. EIDSVIK: Yeah. I think that's fine.
- Q And I'm specifically asking you to address, is that fishing activity you see there representative of selective fishing that you have described at the Commission and we've heard about in the past 10 months or so?
- MS. FARLINGER: I can't say as to whether this photograph is. We certainly have selective fishing for pink salmon going on now.
- Q Well, do you see the dead fishing floating in the water, what appear to be dead fish?
- MS. FARLINGER: I do see the dead fish floating in the water, yeah.
- Q Do you see the dead fish on the beach, or near the beach?
- MS. FARLINGER: I see that in some of these photographs, yes.
- MR. EIDSVIK: Could you go to the next photograph, Mr. Lunn, please?
- Q That pile of dead fish on the beach, does that look like a selective fishery to you, Ms. Farlinger?
- MR. DICKSON: Mr. Commissioner, I object to this line of questioning. Mr. McGowan is indeed right, there's a great deal of controversy about what these photos show. They were taken, we're told, in an email which came in to the Commission on Monday morning, by someone named Chris Hodge. He's not a witness, he can't speak to what these photos show. Nor can he actually, if he were here, speak to what are in the photos. The photos

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do not speak for themselves. My clients did some asking around in respect of the photos. They have a very different interpretation of what Mr. Eidsvik would put forward. I won't get into that because they're not here to give evidence and nor can these witnesses give evidence on that point, but I assure you, Mr. Commissioner, that there's a great deal of controversy over this. There's various interpretations of it.

Perhaps the key point, Mr. Commissioner, is that the fish in that photo are not sockeye, they are pink salmon.

- MR. EIDSVIK: Excuse me, Mr. Commissioner, now he's testifying to the content of the photo and he just told me that he couldn't tell what was in the photo.
- MR. DICKSON: That's exactly so, Mr. Commissioner, we can't tell what is in this photo. Mr. Eidsvik cannot tell you that they are sockeye. They are not sockeye, but he certainly cannot show that.
- MR. McGOWAN: With respect, Mr. Commissioner, I question the utility of this and whether it's relevant or of any use to you whatsoever. We don't have the photographer here. We don't know when the photo was taken, where it was taken, what it was taken of. There appears to be a great degree of controversy about what the photograph depicts. From what I've ascertained from the questions and the answers so far, I can't imagine that any of these witnesses are in a position to enlighten you in that regard. The line of questioning that is likely to follow, I anticipate, and we've heard some hints of it, is going to allege something which might be arguably wrongdoing on the part of some of the participants or members of the participants. They're not here to respond to it. In my submission, he can ask the witnesses questions that they can answer from their own personal experience or their own understanding, but I'm not sure these photographs assist in any regard.

MR. EIDSVIK:

- Q Ms. Farlinger --
- MR. EIDSVIK: Oh, sorry, Mr. Commissioner?
- THE COMMISSIONER: Mr. McGowan and counsel, let Mr.
 Eidsvik ask his question. If the witnesses have
 personal knowledge about the content of these

photographs, they can tell him so. If they don't, 1 they can say so. So please proceed, Mr. Eidsvik. 3

MR. EIDSVIK:

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- Ms. Farlinger, do you have personal knowledge about the events depicted in this photograph, and this series of photographs?
- MS. FARLINGER: I'm not sure about the photographs. do have knowledge of the pink beach seine fishery being carried on currently in the Fraser River.
- So if this was a pink seine fishery in the Fraser River and you hadn't been advised of this, would you be concerned?
- MS. FARLINGER: Advised of the photograph?
- Advised of the type of fishing activity you see depicted in the photograph. Would you expect to be advised of this, as the Regional Director General?
- MS. FARLINGER: Unless there were a problem with fish mortalities that had been caused by the fishery or other fish mortalities, I would not expect to be advised.
- Well, I think if you look beside the boat, you can see a bunch of dead fish lying on the bottom of the river, a bunch of dead fish on the beach, aren't those fish mortalities?
- MS. FARLINGER: I have, it probably won't surprise you, been advised of the activities that are going on around the beach seine fishery. My understanding is, is that our staff have been on the grounds and the concern we hear both from -- or the concerns that have been expressed did not seem to me to be consistent with what I'm hearing back from my staff and with the Pacific Salmon Commission, which is that the pink salmon are piled there in preparation for being taken away after having been caught, and most of the mortalities in the river, in fact, are fairly routine in terms of years where we have sockeye mortality in the river, and that these are all being sampled and counted.

So so far, any information that's been provided to me has been that these are well within normal mortalities in the river, and that any pink salmon on the bank are those being taken away after having been caught.

So you're telling me that this is a perfectly routine and normal type of way to fish in a selective fishery upriver?

- MS. FARLINGER: My understanding of how the pink fishery is being prosecuted on the banks of the Fraser is that fish being caught are being piled on the banks of the Fraser before they're being taken away, and that the mortalities floating in the Fraser River are within the normal sockeye mortality expected and is being sampled as we do whenever there is mortality in the river.
 - When you were familiar with the selective fishery, the seine fishery on sockeye, for example, in the Skeena River, you were aware that commercial seine boats were being fined \$500 for catching a single coho salmon, and you had DFO fishery officers and counters at the loading stations. Does this compare to that?
- MS. FARLINGER: It does compare to that in the sense that the fishery is managed in the way to avoid catch of the non-target species, and there are landing stations and fish counted, and so it's not inconsistent. I think you count fish in a different way on a seine boat than you do on a beach seine, but the same principles apply.
- Q And who counts these fish?
- MS. FARLINGER: I can't tell you specifically who counts these fish, but I know when there is an economic fishery, there are specifics about landings, who counts them, where they're counted and that's part of the management regime of the fishery.
- Q Is it the Fraser Valley Aboriginal Fishery Society that counts the fish?
- MS. FARLINGER: I don't know the answer to that question, specifically.
- Q Are you familiar with the Fraser Valley Aboriginal Fishery Society?
- MS. FARLINGER: Yes, I am.
- Q And who are the directors of that, because they do catch monitoring for the Stó:lō fishery; is that correct?
- MS. FARLINGER: I can't specifically name the directors today.
- Q You're confident that none of the directors of that organization are involved in fishing?
- 44 MS. FARLINGER: I can't speak directly to that today.
 45 I don't know.
- 46 Q Thank you.
- 47 MR. EIDSVIK: I want to go back quickly, and I'm

1 cognizant, Mr. McGowan, of the time. 2 And I want to finish something I brought up before 3 lunch with you, Ms. Richards and it was re the 4 dropout rate and set nets. How is it that the DFO 5 hasn't done any work on this issue? 6 DR. RICHARDS: Well, I think that there was some work 7 that was done, and there was one or two studies 8 that were done, I'm just not --9 Can you --10 DR. RICHARDS: -- familiar that -- those were some 11 years ago, and I'm sorry, but I just can't 12 recollect the details at this time. 13 Q Now, if the commercial public seine fleet was 14 killing five fish and losing five fish for every 15 one they delivered, wouldn't they have been shut 16 down immediately? 17 DR. RICHARDS: That's a management decision and you'd 18 have to ask one of the management staff that 19 question. 20 And one question more for you, Ms. Farlinger. Q 21 We've heard a lot of talk about share-based 22 management. Can you tell me when DFO will impose 23 individual quotas on the set net fishermen in the 24 Fraser Canyon? How far are you in your 25 discussions on that? 26 The arrangements for share-based MS. FARLINGER: 27 fisheries have not been discussed in terms of when 28 a decision will be made for the salmon fishery so 29 I don't have a date for a potential share-based 30 fishery. I would say the feasibility of the 31 share-based fishery has not been concluded on at 32 this point, either. 33 MR. EIDSVIK: Mr. Commissioner, I could easily use 34 another day with these particular witnesses, but I 35 appreciate all the time and I appreciate the 36 answers to the questions. Thank you. 37 THE COMMISSIONER: Do you want to mark that one? MR. EIDSVIK: Yes, Mr. Commissioner, I'd like to get 38 39 the photos marked as an exhibit, please. 40 THE COMMISSIONER: Marked for identification purposes. 41 Thank you. 42 THE REGISTRAR: It will be marked as MMM, triple M. 43 44 MMM FOR IDENTIFICATION: Church email and 45 photos

MR. EIDSVIK: And sorry, Mr. Commissioner, I have one

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PANEL NO. 65
Cross-exam by Mr. Eidsvik (SGAHC)
Cross-exam by Mr. Harvey (TWCTUFA)

last issue, and it was raised by my friend about the opening and the licence times, that were entered as exhibits, and I think the DFO staff had a hard time, Ms. Farlinger had a hard time deciding what it is, and the problem is in the DFO webpage, it says "communal openings," and then when you go to the link with the list, it doesn't show on the page. So I'm wondering if it was possible for Ms. Farlinger to check that tonight and then very quickly, we'll deal with it in the morning, just for identification. It will take one minute.

MS. FARLINGER: Certainly.

MR. EIDSVIK: Thank you.

MR. HARVEY: Members of the panel, I'm Chris Harvey. I act for the West Coast Area G Trollers and the United Fisherman Allied Workers' Union. I have 40 minutes, Mr. Commissioner.

CROSS-EXAMINATION BY MR. HARVEY:

Q I'd like to start much as Mr. Rosenbloom did, by acknowledging the heavy burden of responsibility that all the members of the panel bear in carrying out a public mandate that has huge impacts for both fish and the lives of countless individuals and communities. Those people and all Canadians owe you a debt of gratitude, I think I can say, for undertaking a difficult job. And my questions will likely indicate that I don't agree with the way you carry out your mandate, but I don't want you to think that I don't appreciate and respect the job you do.

So I'd like to start with Ms. Farlinger and to say this, to ask this. Do you accept that many remote coastal communities in B.C., some aboriginal, some predominantly non-aboriginal have had a connection with and dependence on the salmon fishery for over 100 years?

- MS. FARLINGER: Many of the participants in the various fisheries on this coast have been from coastal communities. Some still are, many are not. And certainly, there have been secondary industries in coastal communities that have been a significant part of coastal communities.
- MR. HARVEY: I'm going to start by asking Mr. Lunn to bring up I think it's Tab 4 on my list. It's a

copy of the Ahousaht Supreme Court of B.C. case. then ask you a question about it. No,

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It says: expensive for Nuu-chah-nulth fishers.

just going to refer to the first sentence.

Now, that wouldn't surprise you, Ms. Farlinger,

I want to just read a passage from page 686 and paragraph 686, Mr. Lunn. This is the judgment of Madam Justice Garson in

the trial court. She says at paragraph 686: I find that the evidence of the actual participants in the industry, that is, the Nuu-chah-nulth community members, paints a

more accurate picture of Nuu-chah-nulth

participation than the statistical evidence of the experts based on licences and quota. I also find that the loss of a fishing job in the Nuu-chah-nulth communities imposes greater hardship on the plaintiffs than it does on non-aboriginal communities because of the isolation of Nuu-chah-nulth communities and the lack of other significant economic opportunities. Evidence of other economic opportunities such as guiding recreational fishers, working in fishing lodges, working in aquaculture (which is relevant to this conclusion and is therefore admissible), and tourism does not refute the evidence of

historical economic dependence on the fishery and the relative absence of other significant economic opportunities.

Ms. Farlinger, do you basically agree with those findings of the court?

- MS. FARLINGER: I'm certainly not going to argue with the findings of the court. I do think that certainly in B.C., the fishing industry, the forest industry have been significant economic opportunities to isolated communities.
- Yes, all right. MR. HARVEY: And while we're on this case, Mr. Lunn,
 - Dr. Hall testified that the individual transferrable quota system is simply too

could I ask you to bring up paragraph 656? I'm

would it?

- MS. FARLINGER: It wouldn't surprise me that Dr. Hall said that, no.
- Q But it wouldn't surprise you, either, would it, that -- well, let's put it this way, that the ITQ system adds a layer of cost to the expenses of any fisherman, any fisherman, I'm sorry, other than the first generation who receive it free?
- MS. FARLINGER: Depending on the design and implementation of the quota system, there certainly is increased monitoring requirement in a quota system and that cost can accrue to fishermen. I think there's a broad set of design principle which means that the generality here can be tested in the design and system.
- Yes. And then, of course, the ITQs immediately take on a value which can be bought and sold on the market, correct?
- MS. FARLINGER: As I understand, licences held by individual fisherman are also bought and sold. The privilege is exchanged on the market. That there are quota systems that are transferable and where they are transferable, it is specifically to introduce the kind of flexibility in the system that would allow fishermen to be able to transfer that quota.
- Yes. But you would agree that for a fisherman to have to buy quota, that fisherman would be incurring a cost which he does not otherwise have to incur?
- MS. FARLINGER: A fisherman could buy quota which would incur a cost. A fisherman can also acquire a licence which does incur cost.
- Q I'm wondering if anyone in your Department has done any study of the effect of quotos in other sectors, such as the dairy industry and, in particular, the indication that those quotas have created a windfall for the first generation and a terrible burden for subsequent generations wishing to enter that industry. Have those sort of studies been done?
- MS. FARLINGER: The kind of studies that, to my knowledge, have been done, that either have been done by the Department or considered by the Department are those that apply to common property resources and quota systems or share-based systems, or transferable quota systems that

pertain to common property resources.

Q Turning to the PICFI licence scheme, are you aware that the Department holds about 14 Area G troll

that the Department holds about 14 Area G troll licences at present, acquired through PICFI funding and has, so far, refused to reissue them to West Coast Vancouver Island First Nations?

- MS. FARLINGER: I'm aware there are some Area G troll licences in the holdings of PICFI.
- Q Yes.
- MS. FARLINGER: I am not aware that we have refused to issue those to West Coast First Nations.
- Q I think it was Mr. Chamut who said that the intention is that those would be used for transfer of access upriver, to First Nations upriver. That's the general -- isn't that why they're being held in inventory?
- MS. FARLINGER: They are being used both in marine fisheries and used in planning through PICFI for both marine fisheries and potentially, for inriver fisheries. They're used for both.
- Q Yes, all right.
- MS. FARLINGER: And in fact, there are negotiations I have been a part of where salmon licences, including troll licences, were very much part of the discussion.
- We had evidence on August 19th that about 15 percent of the PICFI resources of about 100 million over five years was earmarked for moving access to salmon fishery to in-river First Nations for terminal fisheries. I want to know whether there's been any change in this policy with respect to West Coast Vancouver Island First Nations following the recent decision of the Court of Appeal in the **Ahousaht** case?
- MS. FARLINGER: First of all, I should say that that is not a policy, that the 15 percent identified of PICFI funds and salmon licences was a practice and that they have not all, nor were they intended all to go to upriver. Many of them have been used to support the in-river fisheries, but not all of them, and there's certainly negotiations with many of the PICFI First Nations groups who have asked for and received interim use of salmon licences, and who have negotiated the use of marine salmon licences in their ongoing proposals. So both marine fishing licences, that is regular, commercial fishing licences, and the pilots

- 1 upriver have been supported by the PICFI licences 2 that have been retired.
 - Q Do you agree that aboriginal and non-aboriginal fishermen alike operating in the integrated coastal fishery have the advantage of what's been called a diverse portfolio of other species to access on salmon off-cycle years, and yet, still face significant challenges in terms of long-term economic viability? Do you accept that as a general statement?
 - MS. FARLINGER: There are more species and, therefore, more licences, and therefore an ability to adapt to changing markets and economic conditions for licences in the marine environment generally than there are in freshwater.
 - Yes, and yet, that fishery, the coastal commercial fishery still faces significant challenges, does it not, even with that advantage?
 - MS. FARLINGER: Depending on the species, the kind of fishery, where it takes place, and the market value of the particular fish in a year, yes, the fishing industry is a challenging business.
 - All right. Would you agree with me that those challenges increase as the total allowable catch available to the coastal salmon industry decreases?
 - MS. FARLINGER: I think the management structure of the fishery which provides for access which has reduced access to mixed stock fisheries has meant that without further change, the amount of available fish for harvest has reduced access to the commercial fishery. However, at the same time, I note that in demonstration fisheries where salmon fisherman have chosen to test share-based fisheries, that they report an increased value that is more money for less fish. So I think there are two sides to that coin.
 - Q And it differs for each individual fishery, too, does it not?
 - MS. FARLINGER: It does. It's very dependent on the gear, whether the gear is selective, where it takes place.
 - Q Yes.

MS. FARLINGER: And for example, a fishery on a stock that is not a multi-stock or a mixed-stock fishery is certainly far easier to deal with in terms of management and access for the fisherman.

- Ms. Dansereau, could I ask you -- well, first of 1 all, you're aware, obviously, of the large expenditure of public funds that has been made 3 over the past decade, or so, on the revitalization strategy to reduce fleet size with the object of 5 6 ensuring that the remaining fleet is economically 7 sustainable? 8 MS. FARLINGER: To some extent, yes. 9 Yes. Is it still a policy objective of the 10 Government of Canada under the Fisheries Act and 11 Oceans Act to have sustainable and economically 12 viable ocean fisheries and to benefit coastal 13 communities so far as possible? 14 MS. FARLINGER: So far as possible, yes, although we've 15 changed the language to "economically prosperous." 16
 - changed the language to "economically prosperous."

 Yes, all right. Thank you. Should that policy objective be taken into account in the socioeconomic analysis that DFO managers are required to carry out under the Wild Salmon Policy?
 - MS. FARLINGER: Yes, although, as you know, conservation has to be our first principle and so once that's taken into consideration and we're not threatening the species, then the allocation and the management decisions come into play against those economic realities.
 - Yes. You need a scientific biological basis of information to assess those risks and also some basis for assessing the socio-economic considerations?
 - MS. FARLINGER: Yes.

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Yes, all right. I'd like to turn to the Wild Salmon Policy, if I may, Exhibit 8, at page 14. Page 14, the paragraph beginning:

DFO has a responsibility ...

It's right under there. And I'll just read it because it's useful to read this again:

DFO has a responsibility to provide a sustainable harvesting opportunities that will best meet its obligations that First Nations contribute to the social wellbeing and provide employment and other economic benefits to individuals in fisheries-dependent communities. A significant challenge for this policy is to safeguard the

genetic diversity of salmon while accounting for and realizing these benefits of the salmon catch. Since harvest restrictions necessary to conserve the wild salmon resource affect communities and individuals, cultural, social and economic impacts need to be considered.

Some critics will suggest that consideration of the social and economic benefits arising from salmon harvesting will compromise salmon conservation. Others will claim that a focus on maintaining diversity means the elimination of major salmon fisheries. In reality, the interests of both salmon and people need to be accounted for --

MR. HARVEY: Could we go up to the upper right?
MR. LUNN: Yes.
MR. HARVEY:

-- need to be accounted for in a successful conservation program. This policy reflects a management framework that can provide care and respect for a resource and its ecosystem and for the people within it. Protecting the resource base provides the maximum potential for benefits to people. The full measure of the WSP's success will be the achievement of salmon conservation accompanied by human well-being.

So Ms. Farlinger, I interpret that as meaning that the WSP requires a kind of merging of socioeconomic wellbeing with conservation; am I right?

- MS. FARLINGER: I think, generally, that's true, and it's certainly expressed in the Wild Salmon Policy and particularly focussed in Strategy 4.
- Q Yeah. Another way of saying it, in its application and intent is that it contemplates the continuance of a mixed stock fishery, the fisheries that presently support many individual families and fisheries-dependent communities in a manner that also conserves and protects the resource base? Is that a --
- MS. FARLINGER: Could you maybe say that again? I'm sorry.

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- Q So I tried to kind of summarize and encapsulate the idea. It contemplates the continuance of the mixed stock fisheries that presently support many individuals, families and fisheries-dependent communities in a manner that also conserves and protects the resource base?
- MS. FARLINGER: I'm not sure I agree with the summary of continuing at all costs a mixed stock fishery. I think that economic values are something that can be considered, and social values, in a fairly limited context by Fisheries and Oceans. And by that, I say that Fisheries and Oceans, on the Pacific Coast does not say that if you are a fisherman who lives in Ucluelet or in Bella Bella, that you cannot move to Vancouver or Delta, or Vancouver Island. And in fact, many fishermen, successful fishermen have.

DFO cannot say you can build a processing facility in X, Y or Z location. That's simply not within the scope of our regulatory responsibility. So while we can put choices in front of people that provide for conservation, I would not agree with you that these statements you've just read led us to believe that the mixed-stock fishery is the only or the best way to fish for salmon in a profitable way.

- Q I didn't mean to make that implication and I
 didn't mean to read in the words, "at all costs,"
 if I did.
- MR. HARVEY: Mr. Lunn, could I have document number 2 on the screen, please? It's an article on the social wellbeing approach, and I'd like to read a passage from page 4. It's in the left-hand paragraph, the paragraph beginning:

The most obvious ...

Yes, there we have it. Could you highlight that, Mr. Lunn, "The most obvious and commonly advocated ..."?

This is, I should say an international article, it deals with international matters that we also see here:

The most obvious and commonly advocated global policy response to the fisheries crisis is to reduce fishing effort by cutting

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the number of fishers and boats in operation, following the Malthusian argument that there are too many fishers chasing too few fish. Accordingly, fisheries policy regimes around the world consistently adopt a set of policies whose main purpose is to reduce fishing effort and to remove fishers from those ecosystems perceived as under threat. The measures adopted involve the use of standard policy instruments such as licensing gear, restrictions and catch quotas, but also the newer approaches such as individualized transferable quotas which create individualized virtual property rights in an effort to enable market-type transactions in marine-protected areas.

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Then it talks about the number of failings. dropping down about six lines:

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This failing is most obvious.

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There it is:

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This failing is most obvious in criticisms of the distributional shortcomings of an ITQbased management system much touted by mainstream fisheries economists.

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And finally, a passage on page 5, the next page, upper left, the last six lines of the top paragraph:

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The displacement of fishers from often ancestral occupations that are the basis for pride, a sense of personal and social identity and of cultural heritage raises fundamental questions about the trade-offs between conservation, development and the human right to a distinctive and culturally informed way of life.

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Ms. Farlinger, those seem to highlight the same issues you face in implementing the Wild Salmon Policy; would I be correct?

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MS. FARLINGER: Well, it's certainly a set of very broad statements, ranging from marine protected

areas to share-based fisheries and the reduction of the fleet. I think in our instance, the reduction of the salmon fleet was a very specific and focussed activity in which the -- Yeah.

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MS. FARLINGER: -- government made a significant investment that was aimed at a viable fishery, as you point out. I do think that there are a number of ways to design management systems, whether they are share-based, or whether they are not. And I think that the basic proposition, and this is my view, the basic proposition that shares create a sense of ownership is really a bit of a red herring, excuse me for saying that, because really, it is the holding of the licence in perpetuity, whether it is for a competitive fishery, or for a share-based fishery, it's really that which gets at the issue of some people having access or being able to purchase access, either through the buying of a licence or of a share that really is the long-term access question to the

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Q Yes.

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MS. FARLINGER: So I certainly don't agree with some of the premises in here, but I think it's very broad and I could probably agree with parts of it, and not parts of others.

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Q Yes. All right.

fishery.

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MR. HARVEY: I wonder if we could just have that marked, please, as the next exhibit?
THE REGISTRAR: 1951.

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EXHIBIT 1951: Coulthard et al, Poverty, Sustainability and Human Wellbeing: A Social Wellbeing Approach to the Global Fisheries Crisis, 2011

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MR. HARVEY:

Q Now, Mr. Bevan, I'd like to ask you some questions, and I thank you for the explanation you gave of the precautionary approach. And I think I've got it right, haven't I, that it originates as a matter of Canadian law and policy from the United Nations Fisheries Agreement of '95, which was incorporated into Canadian policy in 2003?

MR. BEVAN: Yes, that is the mechanism that created the obligation to move into the precautionary

1 approach. 2 Q Yes. I'd like to add that United Nations 3 MR. HARVEY: agreement that's been discussed to the record, if 5 Mr. Lunn could pull it up, please? I've discussed 6 this with Mr. Taylor. It wasn't in the disk that 7 I think it was intended to be in. So Mr. Lunn, 8 could you pull up the United Nations Fisheries 9 Agreement? 10 United Nations Conference on Straddling Fish 11 Stocks and Highly Migratory Stocks, Agreement for 12 the Implementation of the Provisions ... et 13 cetera. This, I think, is the UNFA, is it not? 14 MR. BEVAN: Yes, that's correct. 15 MR. HARVEY: Yes. Could that be marked, please? 16 THE REGISTRAR: 1952. 17 18 EXHIBIT 1952: United Nations Fishery 19 Agreement 20 21 MR. HARVEY: 22 And Mr. Bevan, you explained -- thank you -- that 23 this was developed in the context of a multi-year 24 class fish populations and that your challenge was 25 to apply it to the different type of stock we have here, namely, stock of salmon where you have one 26 27 year class that all die after spawning? 28 Yes, that's correct. This was designed to MR. BEVAN: 29 deal with the normal marine fish populations and 30 doesn't necessarily fit as well in its design 31 concept to an anadromous fish stock where the 32 entire spawning stock dies off. 33 The last page, Mr. Lunn, is Annex II, and it 34 seems to be the guidelines for application of the 35 precautionary reference points. Perhaps if we 36 could highlight that and, in particular, the second paragraph. The second paragraph deals with 37 38 the concept of limit reference points and the 39 second sentence reads: 40

Limit reference points set boundaries which are intended to constrain harvesting within safe biological limits within which the stocks can produce maximum sustainable yield.

So that's the basic originating concept; is that correct?

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- MR. BEVAN: Yes, the concept was that there would be decision rules set around the reference points. The limit reference point is reference point that defines the transition of the stock from a cautious zone and into a critical area where there's a danger of serious or irreparable harm, and you don't want to go there, and therefore, your decision rules should limit fishing mortality in that regard. And then there's reference points for defining the end of the cautious zone and entry into a situation where you can move towards a higher yield. I think the concept of maximum sustainable yield has been re-evaluated since this document was put together because it assumes a steady state and that you can define something over multi-year term that is not taking into consideration of significant variations in the ecosystem. In addition, the -- I'll just leave it at that, that point.
- Yes, we've got limited time here. Am I right that some 77 nations have, to date, signed this international agreement, including the U.S.?
- MR. BEVAN: I have to confess that I haven't got a current count. All I know is that it is enforced now because it's been ratified by enough nations that that's the case.
- Q Are you aware that the U.S. has signed onto it?
 MR. BEVAN: I have to confess that the U.S. hadn't
 signed onto the U.N. Law of Sea convention so I'm
 not quite sure of their status regarding this and
 I haven't had --
- Q No.

- MR. BEVAN: -- a briefing on that.
- Q All right. All right. Well, I suggest they have and that this model is also the origin of the Alaskan approach, but I won't pursue that with you.
- MR. HARVEY: If we just go, before we leave it, to paragraph 7, down at the bottom of the page, Mr. Lunn, and read the second sentence. This relates to the upper limit reference point. It says:

For stocks which are not overfished, fishery management strategies shall ensure that fishing mortality does not exceed that which corresponds to maximum sustainable yield, and that the biomass does not fall below a

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predefined threshold.

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So that deals with the upper benchmark and it seems that if you have a healthy stock, you can crop it back to the MSY level. That's the basic concept, is it not?

- The concept is that at that -- that the healthy stock will allow for a bigger harvest, obviously, and that your harvest level should be such that you don't endanger the productivity of that stock and move it on a trajectory towards a cautious I would, however, point out that -- again, zone. that there's an issue here in that not all populations are responsive to controlling fishing mortality in the same way. So some stocks are multi-year low natural mortality, and they may be more influenced by fishing mortality than shortlived variable productivity stocks where the ecosystem may have a much greater influence than the fishing mortality.
- MR. HARVEY: All right. Now, Mr. Leadem referred you to Exhibit 1940, if we could bring that up, which I think deals with the Canadian acceptance of this model.
- This discusses the model being accepted into Canada; is that correct, Mr. Bevan?
- MR. BEVAN: That's correct.
 - And at page 4, if we could have it, explains removal reference again? The paragraph, yes, beginning, "The removal reference ...":

The Removal Reference is the maximum acceptable removal rate. The removal rate is the ratio of all human induced removals and total exploitable stock size.

So just so we understand that, if we have a stock size of 20 million, and the MSY level is 2 million, which you may have in a very healthy salmon run, before we take into account the balancing with other stocks, this model provides for -- would provide for removal of 18 million, 18 out of the 20 million?

MR. BEVAN: I think that's an oversimplification.

Again, this is taking what is designed for a

multi-year spawning stock standing biomass and
trying to then interpret it against the different

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Salmon Policy that takes the concept and modifies it to fit the --Yes. MR. BEVAN: -- fit the biology of Pacific Salmon.

biology of the salmon so that's why there's a Wild

- this says is that you must have a limit on your removals and if you saw the removal rate on the draft, it was flat lined in the healthy zone so that you would make sure you didn't move the stock back into the cautious zone.
- Yes. MR. BEVAN: But that applies to a multi-year standing spawning stock biomass and does not apply to how it has to be interpreted relative to Pacific salmon.
- All right. But there's nothing in the U.N. model or the Canadian Scientific paper adopting it which would limit removals to a 60-percent rate? The removal is intended to be a proportionative exploitable stock size and the MSY point, is it not?
- MR. BEVAN: Again, I think that application of MSY in the context of the biology of the Pacific salmon is a bit of a stretch. What we need to do on the Pacific salmon context is understand the spawning escapement targets and the river conditions and migration conditions, and then work backwards from that to determine your harvest rates. To use a formula on a stock based on something designed for another reality would be very risky.
- All right. Well, I think we've dealt with the concept. I want to ask you, with regard to the precautionary approach, whether you deal with this. This comes from another exhibit, but I'm just going to read you one sentence, and I think you will agree with it. This is with respect to the application of the precautionary approach:

The appropriate risk to consider when using this framework is the probability of and the severity of the impact from management actions on stock productivity.

That's the risk that you're dealing with when you're applying the precautionary approach, is it not?

MR. BEVAN: Yes, that is one of the risks, I should

say, because part of the precautionary approach, as we now understand it, after a number of years 3 of use, is that we have to deal with the risks the fishing activity poses to the ecosystem and the 5 impact of the ecosystem and its productivity will 6 have on the population. 7

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- MR. BEVAN: So it's a bit broader than that now, but yes, that's the risk that we're primarily controlling.
- All right. Thank you. And would you agree that in a mixed stock fishery, you would include the impacts on stock productivity of both the healthy stock and the weak stock, correct?
- You have to consider, in a mixed stock MR. BEVAN: fishery, the overall impacts of the fishing activity on the --
- Yes.
- MR. BEVAN: -- suite of co-migrating stocks.
- Yes.
- MR. BEVAN: And you also have to look at the possibility of the impacts' reversibility. other words, if you overfish to a point of extirpation of weak stock, then you don't have any options in the future.
- Yes, but the only point I wanted to make, because we've heard a lot about weak stocks, is that applying the precautionary principle would also include considering the risk of a healthy stock getting hammered down through delayed density dependent effects?
- MR. BEVAN: You'd have to consider all of the aspects and, again, the basic principle in precautionary approach is that your actions should not lead to irreversible --
- Yes.
- MR. BEVAN: -- impacts.
- 38 Or irreversible or long-term, would you not 39 also --
 - MR. BEVAN: Both.
 - All right. Well, we're hear in this Yes. Commission dealing with a long-term decline. think you would -- and I want to ask Dr. Richards a few questions with respect to Exhibit 1364.
 - MR. HARVEY: If we could have that brought up?
- 46 1364. This has been dealt with. This is the 47 Draft Summary Report of the April 14 and 15th

workshop. At page 7, the overescapement issue is dealt with towards the bottom, and the last three bullet points, if we could highlight them, the third from the bottom bullet points:

 Chilko and Quesnel 2010 escapements (Smax) 200-500% and will likely be hammered in coming years (negative effects observed at Smax greater than 200%, and apparent in current brood year, plus at least 3 following years).

PSC report uncertain LIKELY-UNLIKELY, move to LIKELY for long term decline?

Is that an outline of the discussion that took place, or a summary of the discussion, Dr. Richards?

DR. RICHARDS: I think that is a summary of some of what was going on in that presentation. I was not actually at the workshop on that particular day. I was at the workshop on the following day so I can't personally verify that that was what was said.

Q Okay.

DR. RICHARDS: But I understand that Dr. Selbie would have had an opportunity to write this.

Q Yes.

DR. RICHARDS: That would have been his -- likely, would have been some of his wording.

Yes. The interesting thing about delayed density dependence or density dependence is that you don't need to know the biological mechanism for it because decades of stock recruit data tell you that it happens after certain spawner density; is that fair?

DR. RICHARDS: I think that that is very much a generalization.

Q Yes.

- DR. RICHARDS: And I think that there is some very good discussion of this in technical report number 10.

 O Yes.
- DR. RICHARDS: In particular the summary on page 45 of that technical report, where Dr. Peterman goes on to really say that delayed density dependence overall, there is no evidence that it's happening generally.

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- DR. RICHARDS: There is some evidence for it, most likely in Quesnel.
- Q He wrote that report before this workshop that you set up here, didn't he?
- DR. RICHARDS: That's correct.
- Q Yeah. Now --
- DR. RICHARDS: And can I also say that on that third last bullet, they're talking about what is there is really, I would say, speculation. We are continuing to do some work in looking at what's going on within some of those populations and I believe that from the preliminary work that's been done right now, we're looking at, for Chilko Lake, which is what's referenced here, one of the highest productivities on record. So from the preliminary data. So I would say that that speculation there, based on work that is continued over the summer is probably not correct.
- Q You mean to say it's changed from April to now? DR. RICHARDS: Between April -- first of all, I think the comment from Dr. Selbie was really one of projection so he is speculating there.
- Q All right.
- DR. RICHARDS: That's a hypothesis. It's not based on evidence.
- Q All right.
- DR. RICHARDS: And the evidence that we have collected to date would suggest that that speculation turns out to be false, at least for Chilko Lake.
- Yeah. Well, you've got research evidence with respect to density effects, do you not, and I'll refer to one, and that's at my document number 8, Mr. Lunn.
- MR. HARVEY: This hasn't been marked yet so I'd like to add it. This is entitled, "Preliminary Report on Sockeye Fry in Quesnel and Shuswap Lakes in 2003," Jeremy Hume, Ken Shortreed and Steve MacLellan.
- Q That's a research document developed by your Department; is that right?
- DR. RICHARDS: Yes. I'm not precisely sure of the origin of that document, since I didn't see any of the surrounding material, and it wasn't really identified, but I do know that they were doing studies, and they were doing studies at that time. And it would have been -- some of the information from that work, which would have been referenced

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by Dr. Selbie and also by Dr. Peterman. 1 2 Yeah. All right. 3 Could that be marked, please? MR. HARVEY: THE REGISTRAR: 1953. 5 6 EXHIBIT 1953: Hume et al, Preliminary Report 7 on Sockeye Fry in Quesnel and Shuswap Lakes 8 in 2003 9 10 MR. HARVEY: My time is up, but Mr. Lowes has kindly 11 given me 10 minutes, and I know that's a kindness 12 on his part because he's limited in time, too. 13 Q Let me just ask you this general concept. 14 biological mechanism for these density effects 15 could be starvation, could be pathogens or a combination of both; is that correct, Dr. 16 17 Richards? 18 DR. RICHARDS: I think we need to be clear to which 19 you're specifically referring. Are you 20 specifically referring to delay density 21 dependence? Or are you talking about -- there's 22 multiple factors at play here. 23 Well, let's take first the Ricker model standard Q 24 of density dependence, which it seems everybody 25 accepts, could be caused due to starvation. The 26 limit on the carrying capacity could be caused by 27 starvation or pathogens, correct? 28 That's a very limited subset. DR. RICHARDS: I think 29 that there are -- it could be due to a wide range 30 of potential factors. 31 All right. 32 DR. RICHARDS: It could be lack of spawning habitat. 33 It could be just poor growth rates. Not 34 necessarily starvation, that's sort of an extreme 35 case. 36 Yes. 37 DR. RICHARDS: In some kinds of situations, it's often 38 thought that there's some cannibalism which can help lead to this. 39

Q All right.

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- DR. RICHARDS: So it's a very, very general concept, which could have a lot of factors which could be at play.
- Q But you don't exclude pathogens as one of them. Pathogens resulting from the sockeye being so densely confined?
- DR. RICHARDS: Well, I think that that is a one of a

very wide range of possibilities and I wouldn't necessarily put that at the top of my list.

I thought you agreed, didn't you, with Mr. McDa

- Q I thought you agreed, didn't you, with Mr. McDade that crowding amplifies the pathogens?
- DR. RICHARDS: I think at that time we were talking about a quite different context.
- O Yeah.

- DR. RICHARDS: But just because something is possible in theory doesn't mean that that is exactly the rational for what's going on in that particular situation.
- All right. But are you aware that DFO and the aquaculture industry tried about 20 years ago to raise sockeye and fish farms and that attempt failed because the sockeye could not withstand the crowding in fish farms?
- DR. RICHARDS: I'm not aware specifically of what you're discussing. I do know that we do have trouble in general with sockeye in a laboratory situation so that might be similar.
- Q Yes. They carry certain diseases, like IHN, throughout their whole lifecycle, don't they?
- DR. RICHARDS: Well, again, you've made a very general statement and I mean, you're assuming then that all fish are sick and I think that that's not the case. In fact, what I didn't have a chance to mention earlier was that we have been undertaking some studies of smolts now within the Strait of Georgia and have been looking at screening them for pathogens and we have not been finding any evidence of any viruses in the fish that we've looked at to date.
- But you've nevertheless put down pathogens as one of the likely causes for the decline in this summary workshop report, correct?
- DR. RICHARDS: But this was not in the context of delay density dependence or density dependence.
- Q Well, whatever. All right.
- DR. RICHARDS: But that was in a different context that we were thinking of it. It wasn't in that context.
- Yes. Yes. But you have no way of tracing the origin of the inflated or increased pathogen level, do you, in the sockeye in the Gulf of Georgia or Queen Charlotte Sound?
- DR. RICHARDS: Okay. First of all, you've made an assumption that there's an increased pathogen

level, and I'm not sure that that's consistent. 1 mean, we have seen --3

Yes. All right.

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- DR. RICHARDS: -- different levels of diseases at different times, but it's not been something where we've got a consistent trend.
- All right. Ms. Farlinger, finally, I'd like to turn to Exhibit 1908 for a moment. 1908, at page 0014. The Shuswap graph in the middle indicates the 2010 run, this is only the females, affected females at over 3.5 million, the carrying capacity with the red asterisk, somewhat less than a million, indicating that there's over 5 million fish that were not removed from that particular CU that could have been removed. And I want to ask Ms. Farlinger this, that before the Late Summer run fishery was closed in 2010, leading to this situation, there was a seine opening at the mouth of the Fraser, correct?
- MS. FARLINGER: There were a number of seine fisheries, but there was a seine fishery at the mouth of the
- Yes. And there was such an abundance of sockeye that they were catching huge catches. One is up to 35,000 sockeye in one set, I'm told?
- MS. FARLINGER: There were big seine catches in that fishery, yeah.
- Yes. And one advantage of the seine fleet is it provides a tap for fishery managers, does it not, that you can turn off to regulate escapement levels, correct?
- MS. FARLINGER: I'm not sure I understand your reference.
- Well, all right. Well, at any rate, the fishery was closed primarily to protect weak stocks; is that correct?
- MS. FARLINGER: Ultimately, the limiting factor on the fishery at the end of the fishery on the Late stocks had to do with protecting weak stocks, yes.
- Primarily, Thompson coho? MS. FARLINGER: It would depend on the date of the fishery. It could be Thompson coho.
- Yes.
- MS. FARLINGER: It could, a little later, be steelhead. It could earlier be Cultus sockeye.
- Yes. If we look at 5 million sockeye in the Shuswap alone and we give them a \$20 value each,

that's \$100 million. Ms. Farlinger, supposing you were asked whether to close the fishery or not, in circumstances like that, do you think you'd want to do a quick calculation of the amount of the loss to the GDP of Canada resulting from foregone harvest of sockeye?

MS. FARLINGER: I think that that's certainly one of

- MS. FARLINGER: I think that that's certainly one of the factors that needs to be considered and is considered by fishery managers and one of the reasons we need a policy like the Wild Salmon Policy to guide us when we have extraordinary runs as we did in the 2010.
- Who made the decision to close the fishery?
- MS. FARLINGER: The decision to close the fishery would have been made on the grounds by the fishery manager.
- Q Did they do a calculation, do you know, of the amount of the foregone harvest, or the number of Thompson coho that they were attempting to save, or the possibility of lost production through density effects?
- MS. FARLINGER: I know there was discussion at the time in which I participated about the value of the fish that had been landed already in the commercial fishery, the value of fish that may additionally be landed in that fishery as part of the management decision.
- Q Supposing you were engaged in the sockeye fishery as a seine boat operator who had struggled for years to keep his business viable, you would have expected those calculations to be made before the sockeye fishery was closed, would you not?
- MS. FARLINGER: Not being a seine operator, I couldn't say, but I suppose a seine operator might expect that.
- Yes. And you would expect, given the huge importance of the decision, you'd expect a retrospective analysis afterwards to see if it was properly done and you'd expect transparency; would you not so that stakeholders could see whether the decision was the right one?
- MS. FARLINGER: I think that the post-season review is, in fact, exactly that, yeah.
- Q Has an analysis been done to show, basically, the cost of each coho that was saved?
- MS. FARLINGER: I don't believe an analysis has been done on the cost to the coho.

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Cross-exam by Mr. Lowes (WFFDF)

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Thank you. Or the cost to GDP of the foregone harvest in the Shuswap and the other strong runs? MS. FARLINGER: I think that there has been an economic analysis that I'm just going to make brief reference to, and it had to do with whether the Cultus River stock should or should not be listed under the Species At Risk Act. And there was an economic analysis done there and it was the commitment of the Minister of Fisheries and Oceans to manage for that weak stock that provided the rational for the support of the government to not list the Cultus sockeye. So while this specific economic analysis that you referred to in 2010, to my knowledge, has not been done with respect to coho and the value of coho, I think the broader economic analysis on whether a species would be listed under the Species At Risk Act which, really, was one of the formative steps in terms of implementing weak stock management, has been done. Thank you.

MR. McGOWAN: Mr. Commissioner, Mr. Lowes is next. I wonder if you'd like a brief afternoon adjournment.

THE REGISTRAR: The hearing will now recess for 10 minutes.

(PROCEEDINGS ADJOURNED FOR AFTERNOON RECESS) (PROCEEDINGS RECONVENED)

THE REGISTRAR: The hearing is now resumed.

- MR. LOWES: Yes, Mr. Commissioner, J.K. Lowes for the B.C. Wildlife Federation and the B.C. Federation of Drift Fishers. And I know I'm the last one on the afternoon, and you're probably getting tired, so I'm --
- MR. McGOWAN: Well, I'm not sure Mr. Lowes is the last for the afternoon. He has half an hour, and I think we'll continue right till the end of the day.
- MR. LOWES: Well, all right. So much for my sweettalking of the witnesses.

CROSS-EXAMINATION BY MR. LOWES:

Q I'd like to start with Dr. Richards. Dr. Richards, the Commissioner is going to be faced with a mound of scientific evidence as a result of

these hearings and, in particular, scientific papers. I'd like you to step back a bit and speak about science, generally, to the Commissioner, and I'd like to hear your evidence on the use and particularly the limits on the kind of scientific evidence that's been led here and, in particular, the limits on the computer modelling. So the limits on scientific -- what can science deliver and what can't it deliver to the Commission as distinct from the Department, and what, in particular, limits there are on computer modelling?

DR. RICHARDS: Okay, Mr. Commissioner, this is a fairly broad topic. I'm not quite sure exactly how to proceed with answering this in the time we have available. But I can -- let me just start by saying that, I mean, science proceeds, often, through hypothesis testing, you try to then go out and get as much data as you can to verify your various hypotheses. A lot of the evidence that we have comes from long-term monitoring series, which we've continued on some time, and given that we've got long time series of data, we're able to see whether patterns are repeatable and consistent. And one of the factors we're looking at, here, is we have a number of different CUs for sockeye and a number of different stocks, and so we're obviously interested to look for comparisons amongst these, and to see -- and looking for a long time series of data. We're also interested in comparing what's going on there with other stocks of salmon, other stocks of sockeye, and so certainly comparison is one of the main tools that we use.

In the context more specifically of computer modelling, I think any time we do a model you could think of it perhaps more generally as a bit of a thought experiment, that models can be a very useful way to assemble your ideas and to allow you, then, given a certain set of assumptions, to say -- ask questions like "What if?"

So if I make certain assumptions here, I can end up with certain patterns and then I can sort of probe my knowledge around certain assumptions and then say, "Well, if the world were actually like 'X' and that happened, what would be the consequences under this particular system I have

built?"

But models are just that, they're thought experiments. They're not -- you have to be very careful, and I think it's often a bit dangerous, so you don't want to fall in love with your model, and so you need to be very careful to step back and look at it with a bit of a dose of reality, because, you know, any simplification is necessarily built on some assumptions, and the world can sometimes throw some big surprises at us and we can be dealing with things that are very much outside of the world that we built in our model.

So it's very important, in science, to always be looking to see whether there is something unusual, to see whether there is something that's different, and when we see -- often models will help us and to suggest areas where we could do some more experiments that would either help us say, "Well, yeah, this continues to make sense," or, say, "No," when there's something else that we need to add and to look in.

Another thing that we can do is often -- in addition to this, we will work with data and often in the context of doing a model, you're trying to base it on some data series or data that you may have collected, and one of the obvious decisions that you have to make when you do that kind of analysis, is you need to think about how the data are constructed that will go into that analysis. There's usually some initial decisions that you make, maybe because of expediency, maybe because of ease or simplification, about selecting certain datasets or certain parts of a data series, and certainly when you make that selection, that can have quite a great determination on the outcome and the input -- end point that you reach with your analysis. And sometimes you may not even be so aware of that when you're doing -- because you can get sort of wrapped up in the data and the analysis that you've done with the data that you selected.

So you can end up thinking that you've got some kind of trend, but that may -- you might have come up with a different conclusion if you'd had earlier data or done some other selection of your data.

Now, another aspect here, too, when we're going forward, is to think about the whole issue of prediction. Obviously, in this context, prediction is very much of interest, and again, you know, prediction is very challenging. We're not nearly as good as the weather forecaster in doing the prediction, and we know how wrong that And to some extent, this is because we use models which are based on what happened in history. So we can say, "Well, if tomorrow is like what it was yesterday, then we may be doing okay in terms of what our prediction is, so we can perhaps do a better job." But sometimes things get thrown at you, sometimes the unexpected happens, and that means -- and in that context you can be very much thrown off and you could be very wrong in terms of your prediction.

Now, one of the other things that we've thought about, too, is -- is, "Well, maybe we just need to do more research and we can get all the answers and we can improve our uncertainty."

Well, that's also not the way that science works. You know, fortunately, we can -- sometimes things are just hard and we can put a lot of effort into a problem and we could end up going some -- down some kind of wrong turn, or we don't -- you don't often tend to hear a lot about the negative things that happened with science, but -- but often you can go down a road and that doesn't really lead to a helpful answer in the end, or you could get something which could be extremely helpful to you.

So it's often hard to prejudge in advance how something is going to turn out. So you can -- you can hope and you can work and you can try to advance things quickly - you always want to try to make progress - but it is challenging and sometimes you may not even have the right tool to look at certain kinds of questions. Perhaps some other kind of technology will come along that will enable you more quickly to come to some answers that you wouldn't otherwise had access to.

So that's a bit of a ramble. I'm not quite sure where you wanted me to go with that.

Well, that's not where I wanted you to go. I just wanted you to help the -- I just wanted you to help the Commissioner. So if I've got you right, is it fair to call science a formalized thinking

process? It's a way of thinking, or a way of -
DR. RICHARDS: Well, I mean, it's -- science is -- it's

more than thinking. Science is a line of inquiry.

All right.

- DR. RICHARDS: Science is setting up of even things like standards and procedures. So it's, you know, it's quite broad and I think, depending on how you look at it, it could be taken in some different contexts.
- Q But it's one source of a number of sources of information for this Commission?
- DR. RICHARDS: Yes.

- Q And some other sources would be the judgment, common sense, and even intuitions of experienced fish managers and scientists and even users of the resource?
- DR. RICHARDS: Well, one thing that science does tell us is that sometimes your intuition is wrong.
- Q Yes. And sometimes it's right?
- DR. RICHARDS: And sometimes it's -- yes, sometimes it's right, but sometimes it's wrong. And so I think you have to be very careful to keep an open mind when you're doing your -- when you're doing science.
- Q Yes, absolutely. But you would agree that the input from experienced people in fisheries biology, fisheries management, and the institutional wisdom of institutions such as the DFO and the Pacific Salmon Commission are also sources of information along with the kind of science that the Commission has heard?
- DR. RICHARDS: I think we need to take a -- it's very important, I think, to take a broad context and to look at things from different perspectives and different angles.
- And a question that the Commissioner asked of one of the witnesses, and it was essentially, what is meant by terms like "likely" and "unlikely" as hypotheses, and how is the Commissioner to use those kind of terms in deciding the kind of questions that are asked of him?
- DR. RICHARDS: Well, that is a good question, and for which I --
- Q It's not mine, it's the Commissioner's.
- DR. RICHARDS: Unfortunately, there isn't one answer, because often, in certain circumstances, there will be very clear and precise definitions.

Certainly, for example, on the wording of the Intergovernmental Panel on Climate Change, where they have used those words, they have used them with very formal definitions. In the context where we have been writing some -- or I have been writing briefing notes, I think our -- it was less formally meant in that rather than the same formal definition that was used in some places, I think our terminology has been a little bit more loose, but is just based on the balance of evidence.

- And as a general approach, I understand that science, or the strength is essentially in discarding hypotheses rather than proving hypotheses; is that fair enough?
- DR. RICHARDS: That is certainly one way in which science proceeds. There's some different theories about how to proceed with science. That is one of them.
- Q All right. And should "likely/unlikely", et cetera, be taken in that kind of context?
- DR. RICHARDS: Well, I think in the context we're looking at here, we were often saying, you know we were it was not we were really looking for explanations that could cause, I think, the magnitude of change in the population that we saw in 2009. So when we're looking at some possibilities, it was not to say that we couldn't have had, you know, deaths of individual fish through one source or another source, but we were trying to look at what made sense to us from a population level.
- Q So the terms that are used at a pretty high level of generality?
- DR. RICHARDS: So they were really used at a -- in a bit more general context than they might have been in a, say, in a scientific literature.
- Thank you. Mr. Bevan, in relation to monitoring, you described the recreational fishery as low risk. What do you mean by "low risk"?
- MR. BEVAN: If you have low fishing power and reasonable conservation ethic, then that means that you're not likely to have a pulse of fishing power that's so significant relative to the stocks being targeted that there could be a significant change in the population level very quickly, and so quickly, in fact, that management may be unable to respond in time.

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Cross-exam by Mr. Lowes (WFFDF)

- MR. BEVAN: So the risk is relevant -- relevantly low compared to something like a seine fleet with a lot of fishing power and particularly if you're looking at high power fishing capacity on a finit
 - looking at high power fishing capacity on a finite or a limited number of fish, it becomes a real high risk that has to be very carefully managed.
- Q Right. And the recreational fishery has that low power and good ethic?
- MR. BEVAN: Generally, there's a lot of conservation concerns on the part of people who go and use these fish for recreational purposes. They want to have that conserved. It doesn't mean there aren't real problem people in it, but there's a community that has some significant track record in terms of conservation efforts and rebuilding efforts, et cetera.
- Q And pretty well organized, for the sizes of it? MR. BEVAN: In the context of British Columbia, I'd say that's correct.
- Q Yeah. And Ms. Farlinger, along the same lines, during the discussion or the panel on the recreational fishery, one of the managers described the recreational fishery and, in particular, the Sports Fishing Advisory Board of the standard for good consultation. Would you agree with that proposition?
- MS. FARLINGER: I think that the Sport Fish Advisory Board is one model that allows the recreational fishing community to get to its constituency. I think that we've certainly had lots of complaints from recreational fishers about the number of meetings and, you know, sort of practical issues around it, but I think it's fair to say the Sport Fish Advisory Board has made some significant efforts to ensure that they hear from their constituency, and that is certainly a mark of a good advisory process.
- Q And the community, generally, on the board is also helpful in communicating information from the Department to their constituency; is that right?
- MS. FARLINGER: They are. Whether they support the Department's decision or whether they don't, yes.
- Q Staying with you, Ms. Farlinger, I asked Mr. Chamut to describe, generally, or to agree with me in describing, generally, the political climate, if you want to put it that way, but the changes

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other than biological or environmental that took place over the '80s and '90s. And I want to go through the list and just get the sense of whether these are changes which either, in your view, were significant at the time or perhaps still are. You've got a full plate, and I wanted to describe the plate that was in front of Mr. Chamut.

The first change I understand was -- or the first one that I'm going to refer to is a shift in responsibility for setting escapement goals and harvest rates from the Pacific Salmon Commission to the Government of Canada, Department of Fisheries and Oceans; is that correct?

- MS. FARLINGER: The domestic management of the fishery is done by Canada, although the specific management; that is, the high level management decisions about how much fish is available to catch, are done by the -- in the Fraser panel waters for pink and chum, by the commission --Yeah, that's the current regime.
- MS. FARLINGER: Yes.
- But there was a change in that regime in the late '80s, early '90s, I don't have the date, but in or around that period. That responsibility went from the Salmon Commission to Canada.
- MS. FARLINGER: Okay, I don't think I would be the right person --
- Okay. MS. FARLINGER: -- to ask about that, as I was not involved in salmon management in the late '80s.
- All right. The other was the -- another was the 1987 rebuilding program.
- MS. FARLINGER: Yes?
- The Aboriginal Fishing Strategy was introduced in 1992?
- MS. FARLINGER: Yes, that was an important change.
- Yeah. And the early '90s saw the appearance of significant or substantial differences between estimates, DBEs?
- MS. FARLINGER: DBEs, I'm sorry, you have --
- Well, differences between the estimates of the returning fish at Mission and the estimates of the returned fish on the spawning grounds.
- MS. FARLINGER: There's certainly, over a long period, were concerns about the counts on the spawning grounds and discrepancies between the -- that and the counts at Mission, yes.

- Yes. And significant fleet restructuring, I think you mentioned the Mifflin Plan and that happened in and around the mid-90s?
 - MS. FARLINGER: Yes, there was a significant amount of effort, time and resources put into the restructuring of the commercial fleet.
 - Yeah, and I think you said, in answer to somebody's question, that the driving force of that restructuring was essentially the reallocation of the access?
 - MS. FARLINGER: No. I want to be clear to separate those two things. The reduction of the fleet by in the order of 50 percent in the Mifflin Plan, in the, I guess it would be, in the late '90s, and then the Canadian Fishery Adjustment and Restructuring Plan was focused on reduction of effort for conservation. And I think Mr. Bevan can certainly refer to the international direction with respect to that, but there was it was also an economic issue aimed at viability of the commercial fishery.
 - Yeah, I'm not interested in the detail, I just want to get the big picture of what the dynamics looked like through the '80s and '90s from the perspective of the fish managers.
 - MS. FARLINGER: Okay, I just want to be clear that there is a difference in the programs that support the increase in aboriginal participation in the commercial fishery and the reduction of the fleet. They are two different things for different reasons.
 - Q I understand.

- MS. FARLINGER: Yeah.
- Again, Ms. Farlinger, you've used the term "common property resource" a couple of times, and you referred to the *Larocque* case and you even -- and you talked about the introduction from the AFS. Where do you, as the RDG, get your update on the law that pertains to your department, and how do you disseminate it throughout the region? I'm not looking for a sense of whether you understand it or not, or whether we would agree with it or not, but in terms of the process, how do you get it and what do you do with it?
- MS. FARLINGER: Fundamentally, the Department of Justice provides advice to the Department, that is, the Deputy, on court decisions, and there is

consideration of that in terms of potential
program changes or any other issue, any change in
how the Department conducts its work that's done
in consultation with the regions, and at that
point the Department decides how the advice from
Justice on the case law is dealt with in terms of
legal risk and the implementation of programs.

And how does it get passed down to the on-the-

- Q And how does it get passed down to the on-theground managers?
- MS. FARLINGER: There's a variety of ways, but generally speaking, through policy documents or updates.
- Q Thank you. One of you, and my note, unfortunately, doesn't say which one, used the happy phrase, "The user groups need to understand each other's perspective." Do you recall who said that?
- MS. FARLINGER: I don't, but I agree with it.
- You agree with it. Well, this is not simply another objective that is desirable, this is really the *sine qua non* of whether we move forward in terms of the -- achieving the objectives of the Department of Fisheries and Oceans, isn't it?
- MS. FARLINGER: That's true.
- Yeah. And I think Mr. Bevan, in a pretty blunt way, said, "The alternative is pretty draconian measures by the Minister," is that --
- MR. BEVAN: If it's a consensus, the Minister will take that very significantly into consideration and almost inevitably will follow the consensus. In the absence of consensus, the Minister's in an unenviable position of having to take a decision and impose it on the players. Now, we still consult, et cetera, but that means the Minister's the one who has to make a final call.
- Q Okay. Now, am I right in my understanding that it's the intent of Strategy 4 of the Wild Salmon Policy to provide a forum for that kind of mutual understanding of each other's perspectives and input into the Department's thinking?
- MS. FARLINGER: I think that's a fair statement. It's also, as the policy is, itself, a statement of the way consultation was evolving as well as an intention to move forward with that principle.
- 45 O Now --

- 46 MS. FARLINGER: Yes.
- 47 Q -- is Strategy 4 a decision-making process, or is

it a process to design a decision-making process;
do you understand the distinction?

MS. FARLINGER: I hope I do. I think that the

- intention of Strategy 4 is to ensure that we provide the Minister or decision-makers with the best possible advice, and we believe, as embodied in Strategy 4, that that can be done where people can -- who are concerned about the matters surrounding Pacific salmon, share each other's views and perspectives.
- Well, correct me if I'm wrong, but it seems as if progress on Strategy 4 is not dependent on completion of Strategies 1, 2, and 3. Shouldn't Strategy 4 be emphasized to get the understanding between user groups, or amongst user groups and between the user groups and the Department?
- MS. FARLINGER: It's certainly true that a common understanding of information is a very useful tool in bringing groups together, and they're often dramatically -- dramatic differences within and between groups in terms of understanding status of stocks or the science around that. And I think we have focused our effort, in particular, on Strategy 1, but the reality is, is we need to use integrated processes as well to develop the fishing plans annually.

So it's both a long-term process that should benefit from better information, and a short-term process that we need to use annually to plan the fisheries.

- Q Ms. Farlinger, my understanding of the evidence I've heard is that putting aside the long-term decline issues and the uncertainty issues, the Department is faced with three current and urgent conservation-related management problems, that being the Early Stuart, the Early Migrating Late-Runs, and the Cultus Lake; is that correct?
- MS. FARLINGER: Those are certainly three important issues pertaining to these stocks, yes.
- Q And with respect to the Early Stuart, my understanding, too, is that's a discreet stock that can, because of its timing, it's the first sockeye in, can be relatively isolated and managed as a discreet stock; is that correct? And it is, in fact?
- MS. FARLINGER: It certainly has some advantages in timing over some of the other stocks, but there

 are a significant number of First Nations, in particular, who have harvested that stock historically, and so have an interest in that stock. So even though that is a relatively contained problem, as you point out, with respect to timing, there still are a large number of First Nations groups who have an interest in it, so it still is complex in terms of the decisions that need to be made around -- around it.

- Q That's where the demand is, is within the First Nations groups?
- MS. FARLINGER: At the moment, yes.
- Yes. And am I correct that the Cultus has some similarities to the Early Stuart in that it's essentially at the tail end of the summery and, again, is a stock that is relatively discreet and separate?
- MS. FARLINGER: As I think the fisheries managers testified in certainly more detail, the Cultus Lake stock is considered as part of the Late stocks, and one of the trends we have seen more recently is shifts in timing. And, of course, that's what we're testing for in-season, is when stocks are coming through.
- Q And with respect to the Early Migrating Late-Runs, I'm assuming that you've had some regard to Dr. Woodey's substantial amount of evidence in these proceedings? He has an analysis and a diagnosis and a prescription for how to manage that problem?
- MS. FARLINGER: Personally, I have not seen Dr. Woodey's evidence, but I expect it is being -- is known to managers and they would be considering it.
- I'm going to suggest that you -- we've heard lots of evidence of trade-offs within the context of the Wild Salmon Policy. Isn't the Cultus stock a prime candidate for a case study on the trade-off process?
- MS. FARLINGER: It's certainly a weak stock that -whose harvest rate limits access to other, more
 productive stocks, and so could be the subject of
 a study.
- Q Now, my last I think I've got a minute I want to read you the last paragraph I won't take you to it of Exhibit 185, which is a document that Mr. Harvey referred to in his questions. And so I don't leave you out, Ms. Dansereau, perhaps I'll

put this question to you.

The paragraph reads this [as read]:

the principle that the fishery is a common property resource to be managed for the benefit of all Canadians consistent with conservation objectives, the constitutional protection afforded aboriginal and treaty rights, and the relative contributions that various users of the resource make to Canadian society, including socioeconomic benefits to communities.

Among other things, the policy is guided by

Do you see that as the paradigm within which you discharge your responsibilities?

- MS. DANSEREAU: To a large extent, yes.
- Q Sorry?
- MS. DANSEREAU: To a large extent, yes. That is, it is a common property resource and we established the rules to make sure that it is shared in the best way possible.
- Q Yes. And other members of the panel? Ms. Farlinger, was that the -- is that the correct paradigm, as you understand it, for you doing your job?
- MS. FARLINGER: I think that the -- fundamentally, the regulatory job or the strategic outcomes that are identified by the Department set the direction for how we operate, generally, in that context you just described.
- Q Yeah. Mr. Bevan?
- MR. BEVAN: I agree with the statements made by the other witnesses.
- Q And Dr. Richards?
- DR. RICHARDS: I think I will defer to the other witnesses, since this is a management question.
- MR. LOWES: Okay. Thank you.
- MR. McGOWAN: Mr. Commissioner, Mr. Gailus is next. We have three or four minutes left. I don't know if you would like him to start, or you wish him to start at 10:00 tomorrow morning.
- THE COMMISSIONER: If he wants to start, that's fine.
- MR. GAILUS: Mr. Commissioner, John Gailus, for Western Central Coast Salish First Nations. I'm cognizant of the time, and I'm going to actually give the panel some homework, and I think that -- to think

 about tonight, and then I'll have some more substantive questions for them tomorrow.

CROSS-EXAMINATION BY MR. GAILUS:

Q Just to let the panel know, the First Nations that I represent are Cowichan, Penelakut, Chemainus, Hwlitsum, and the members of the Te-mexw Treaty Association.

Now, I want to start off with the Wild Salmon Policy, and I think I heard from the witnesses earlier in the week that the genesis of this policy was the new directions document from 1998; is that correct?

- MS. FARLINGER: It was the new directions policy document that first stated publicly that the Department would write a Wild Salmon Policy.
- Q Okay. And there were a series of reports from the Commissioner of the Environment that followed up on that, and I think the latest one was 2004. Would you agree that that kind of gave the push to the Wild Salmon Policy?
- MS. FARLINGER: I'm not sure, but it's -- but reports from the Commissioner on the Environment do provide us with direction.
- Okay. Thank you. If we could just bring up Exhibit 8, please, Mr. Lunn, page 7. So this is the homework for the panel. I just want to take you to a quote there. It starts with, "The successful implementation," and it provides:

The successful implementation of this policy will provide Canadians with:

- Healthy, diverse, and abundant wild salmon populations for future generations;
- Sustainable fisheries to meet the needs of First Nations and contribute to the current and future prosperity of all Canadians; and
- Improved accounting for ecosystem values in salmon and habitat management decisions

I have one question for you on that. Perhaps Ms. Dansereau - I don't want to call you the Deputy, it sounds like I'd be the sheriff, in that case. Would you characterize these as the pillars of the

Wild Salmon Policy?

- MS. DANSEREAU: I think those that were there at the drafting of this policy would be better suited to answer that question, but I think they are central statements to the policy as it currently stands.
- You'd agree that these three goals, I suppose maybe is a better word, they're fundamental to the success of this policy?
- MS. DANSEREAU: Well, they're certainly fundamental of the direction that the policy is trying to go to, because they "will provide Canadians with," so it's more of a directional statement.
- MR. GAILUS: Okay. I note the time, Mr. Commissioner. I think I'll adjourn until tomorrow?
- THE COMMISSIONER: Thank you very much.
- THE REGISTRAR: The hearing is now adjourned until ten o'clock tomorrow morning.

(PROCEEDINGS ADJOURNED TO SEPTEMBER 28, 2011, AT 10:00 A.M.)

I HEREBY CERTIFY the foregoing to be a true and accurate transcript of the evidence recorded on a sound recording apparatus, transcribed to the best of my skill and ability, and in accordance with applicable standards.

Karen Hefferland

I HEREBY CERTIFY the foregoing to be a true and accurate transcript of the evidence recorded on a sound recording apparatus, transcribed to the best of my skill and ability, and in accordance with applicable standards.

Irene Lim