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

Commissioner

L'Honorable juge / The Honourable Justice Bruce Cohen

Commissaire

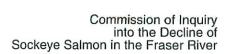
Held at:

Tenue à :

Hearing Room, 12th Floor BC Securities Commission 701 West Georgia Street Vancouver, B.C. Salle d'audience du 12º étage BC Securities Commission 701, rue West Georgia Vancouver (C.-B.)

Friday, November 4, 2011

le vendredi 4 novembre 2011





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

Errata for the Transcript of Hearings on November 4, 2011

Page	Line	Error	Correction
iii		Appearance for WCCSFN	John Gailus

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Government of Canada ("CAN")

Clifton Prowse, Q.C. Boris Tyzuk, Q.C. Tara Callan Province of British Columbia ("BCPROV")

No appearance Pacific Salmon Commission ("PSC")

Chris Buchanan B.C. Public Service Alliance of Canada

Union of Environment Workers B.C.

("BCPSAC")

David Bursey Rio Tinto Alcan Inc. ("RTAI")

Alan Blair B.C. Salmon Farmers Association

("BCSFA")

No appearance Seafood Producers Association of B.C.

("SPABC")

Gregory McDade, Q.C. Aquaculture Coalition: Alexandra

Morton; Raincoast Research Society; Pacific Coast Wild Salmon Society

("AQUA")

Tim Leadem, Q.C. Conservation Coalition; Coastal Alliance

for Aquaculture Reform Fraser Riverkeeper Society; Georgia Strait Alliance; Raincoast Conservation Foundation; Watershed Watch Salmon Society; Mr. Otto Langer; David Suzuki

Foundation ("CONSERV")

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Don Rosenbloom Area D Salmon Gillnet Association; Area

B Harvest Committee (Seine) ("GILLFSC")

No appearance Southern Area E Gillnetters Assn.

B.C. Fisheries Survival Coalition ("SGAHC")

Christopher Harvey, Q.C. West Coast Trollers Area G Association;

United Fishermen and Allied Workers'

Union ("TWCTUFA")

Keith Lowes B.C. Wildlife Federation; B.C. Federation

of Drift Fishers ("WFFDF")

No appearance Maa-nulth Treaty Society; Tsawwassen

First Nation; Musqueam First Nation

("MTM")

No appearance Western Central Coast Salish First

Nations:

Cowichan Tribes and Chemainus First

Nation

Hwlitsum First Nation and Penelakut Tribe Te'mexw Treaty Association ("WCCSFN")

Brenda Gaertner

Leah Pence

First Nations Coalition: First Nations
Fisheries Council; Aboriginal Caucus of
the Fraser River; Aboriginal Fisheries
Secretariat; Fraser Valley Aboriginal
Fisheries Society; Northern Shuswap Tribal

Council; Chehalis Indian Band;

Secwepemc Fisheries Commission of the Shuswap Nation Tribal Council; Upper Fraser Fisheries Conservation Alliance; Other Douglas Treaty First Nations who applied together (the Snuneymuxw, Tsartlip and Tsawout); Adams Lake Indian Band; Carrier Sekani Tribal

Council; Council of Haida Nation ("FNC")

APPEARANCES / COMPARUTIONS, cont'd.

Joseph Gereluk Métis Nation British Columbia ("MNBC")

Tim Dickson Sto:lo Tribal Council

Cheam Indian Band ("STCCIB")

No appearance Laich-kwil-tach Treaty Society

Chief Harold Sewid, Aboriginal Aquaculture Association ("LJHAH")

No appearance Musgamagw Tsawataineuk Tribal

Council ("MTTC")

Lisa Fong

Ming Song

Heiltsuk Tribal Council ("HTC")

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 Vancouver, B.C. /Vancouver (C.-B.)
November 4, 2011/le 4 novembre 2011

THE REGISTRAR: The hearing is now resumed.

MS. BAKER: Good morning, Mr. Commissioner. Welcome back, and we are commencing our final submissions in this inquiry today. I have a couple of housekeeping matters. It's Wendy Baker for the Commission. We have a couple of housekeeping matters to review this morning.

The first are truly housekeeping, which is just some information about the room we're in. You'll notice that it's very small, compared to what we've been used to. So we have had to ask people to work with us to find space in the room, and I want to thank all the parties for helping me out in that respect earlier this week and last, trying to understand how many people would be in the room. Because we don't have the gallery space that we had in the previous room, I just want to remind everybody on the record that these proceedings are being audio-cast from the Cohen Commission website, so people and their clients can listen if they can't be present in the room.

To allow as much space as possible for people, for counsel for other participants to have seating, we've moved Commission counsel up to the front beside the Commissioner. Just so everybody understands why we're there, it's simply because of the seating problem in the room.

And one last housekeeping matter. The mikes that you see in the room, in our previous room you'll remember that you pushed a button to turn the mike on. In this room the mikes are on and you push the button to mute them. So it's going to be a bit of a challenge and people need to be careful. And Mr. Lunn actually controls whether the mikes are on or off. So I think only the speaking mike will be turned on for the most part. We'll try and manage that. But if you do need to stand up to make a point when you're not at one of the mikes that's turned on, just give us time to get the mikes turned on. And if you are at a speaking mike, remember the mute if you don't want the conversation to be heard by all.

The BlackBerrys that people have with them, if you're at a mike, you must turn it off completely because it will interfere with the mike and the recording. So please be very careful about that. If you have a BlackBerry, if you'd turn it right off so that we don't have that problem.

Mr. Commissioner, I wrote to the parties earlier about the housekeeping matters that were on the table for today, and just to run through the list that I have still. There was some qualifications of experts outstanding from the hearings that we'd like to deal with first. Then there are two documents, the WSP review and the MSC audit, which are in draft form, which I'd like to mark and make some submissions on the final documents when they're produced. I understand Mr. Taylor has a submission he'd like to make on some of the content in the reply submissions.

Those are the housekeeping matters.

I've set aside 90 minutes for that, and we're ten after 10:00 now, so I'll take that down to 80 minutes, and I'll get started.

First of all, Mr. Commissioner, you'll remember when we were doing the hearings on gravel mining in the Fraser River, we had two experts, Dr. Rosenau and Dr. Rempel, testify and I made submissions on two sets of qualifications for these witnesses. One of the qualifications was objected to vis-à-vis Dr. Rosenau by some of the parties, namely the Province, Canada and counsel for Sto:lo and Cheam, and you ruled that we would deal with this later in final submissions.

So I wrote, I made a submission on October 17 to counsel, seeking to have the two witnesses qualified in the one area which was not opposed by the parties during the hearing, and that was experts in freshwater fish habitat in flowing waters and rivers, with an emphasis in the Lower Fraser. I have been advised by Mr. Tyzuk for the Province that he has spoken with Canada and counsel for Sto:lo and Cheam, and they're content with that qualification, and I have heard no other objections to that qualification from my friends. So I would ask that those two witnesses be qualified as I've just described.

THE COMMISSIONER: Very well, thank you.

MS. BAKER: And then Dr. Ken Ashley testified on June 14 as part of the wastewater hearings, and counsel for the Commission led evidence on his qualifications in environmental engineering, aquatic ecology and limnology. There was no objections taken by counsel for the participants at that time, but there was an oversight in that the actual qualification was not asked for from me, and so that actual qualification has not been made on the record. So we're asking that that be made, as well.

THE COMMISSIONER: Yes, thank you.

MS. BAKER: Thank you. And the final housekeeping matter, from my perspective, is two documents that were referred to in evidence and came in following the close of the different hearing topics. One of them is the performance review, the Draft Performance Review of the Wild Salmon Policy prepared by Gardner Pinfold, and that's on the screen now. That's dated September 2011, and I understand that a final document will be coming, as well. And I'll just -- and then I'll identify the other documents.

The next document is an audit prepared by Intertek Moody Marine under the MSC program -- and is that document on the screen? There we go. This is dated October, 2011 and again this is a draft document.

What we would like the Commissioner to do with respect to these two documents is have the drafts marked as exhibits now, and then I would like to ask the Commission for a ruling that when the final documents are submitted to the Commission that they be marked at that time, and of course circulated to all parties and put on the website, so that we'd have the final documents. They're just not available yet.

I don't know what people's positions are on these documents. I haven't heard. So but I — these documents certainly were referred to in evidence as forthcoming. They're here. People have had access to them and I understand will be relying on them to a certain extent in their submissions. I would also propose that when the final documents come in and are marked, that the parties be given an opportunity to make a very short submission, if they say it's necessary, to

simply address any changes in the final documents from the draft documents to the extent any of 3 those changes affect their submissions. So not a full submission on the new document, but just to 5 address changes. So those would be the rulings 6 I'm looking for on those two documents, and I 7 don't know if people have a response to those 8 submissions. 9 THE COMMISSIONER: Mr. Timberg. 10 MR. TIMBERG: Yes, Mr. Commissioner. It's Canada's 11 position we're not opposed to these being marked 12 as exhibits. We note that they are drafts. We 13 note that there is a process happening between DFO 14 and the authors of these two reviews. And when 15 they are finalized, we agree that they be marked 16 as an exhibit at that point in time and DFO will 17 -- or Canada will provide a response to the final 18 submissions at that time. 19 THE COMMISSIONER: Thank you. Very well, then. 20 Sorry, Mr. Commissioner. MR. PROWSE: THE REGISTRAR: One moment, please. 21 22 MR. PROWSE: We agree with the proposal on behalf of 23 the Province. Cliff Prowse, for the record. THE COMMISSIONER: Very well. Thank you, Ms. Baker. 24 25 MS. BAKER: Thank you. And then the final housekeeping 26 matter before we begin. 27 THE REGISTRAR: Shall we mark them? 28 MS. BAKER: Yes, please, have those marked. 29 THE REGISTRAR: The Draft Performance Review of the 30 Wild Salmon Policy will be Exhibit 1992, and the 31 Draft Surveillance Report of B.C. Commercial 32 Sockeye Salmon Fisheries will be 1993. 33 34 EXHIBIT 1992: Draft Performance Review of 35 the Wild Salmon Policy, prepared for DFO by 36 Gardner Pinfold, September 2011 37 38 EXHIBIT 1993: English et al, Draft 39 Surveillance Report British Columbia 40 Commercial Sockeye Salmon Fisheries, Intertek 41 Moody Marine, October 2011 42 43 MS. BAKER: And we also have a ruling that we mark the 44 finals and allow submissions on the finals when 45 they come in, Mr. Commissioner. 46 THE COMMISSIONER: Yes.

MS. BAKER: Thank you. The last matter, then, is a

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 motion, or an application, or a housekeeping matter that Canada would like to address. So I'll turn it over to Mr. Taylor.

MR. TAYLOR: What this is about, Mr. Commissioner -firstly, Mitchell Taylor and with me is Tim
Timberg for the participant Canada. What this is
about is some paragraphs in the replies received
last evening of the Conservation Coalition, the
Aquaculture Coalition and the Heiltsuk Tribal
Council, and I'll come to the specific paragraphs
in the course of speaking.

Those paragraphs by those participants refer to information that's not in evidence. Specifically, it refers to infectious salmon anaemia or ISA. And further on that, yesterday all participants' counsel were advised that in one way or another the Commission is going to have some reopening of evidence and some day or days of hearings of viva voce evidence, as I understand it, and some documentary evidence sometime in the not too distant future.

There will be evidence at that time, of course, but right now we have replies that refer to variously media articles and various documents that are not in evidence, all of which are cherry-picked and snapshots, and so forth. And because of that, and because the replies in the normal course will go up on the Commission's website and become public documents, and by putting this stuff in the replies, the participants in question can avoid the undertakings of confidentiality if they're allowed to maintain those submissions.

I'm asking that the particular paragraphs that I'll enumerate be ordered struck from the replies in question, that those replies not be posted on the website, and that the participants be directed that they have to file new replies in accordance with any order made.

The paragraphs in question are in the Conservation Coalition, paragraphs 19, 33 to 35, 40 and 41, and Recommendation J, which is on page 38 to 39. In the Aquaculture Coalition it's the first two sentences of the second paragraph on page 4, and in the Heiltsuk reply, it's paragraphs 23 to 26. And again because those paragraphs refer to material that's not in evidence and therefore should not be brought before the

Commissioner on argument, and because it is particularly controversial material, presumably aimed, amongst other things, at grabbing headlines, and because all of this, that specific topic is gong to be subject of evidence, it's wrong, premature and out of bounds to have it in the replies now and should be struck, the replies ordered not put on the website, and new replies filed, as I say. Thank you.

- MR. BLAIR: Mr. Commissioner, Alan Blair, appearing for the B.C. Salmon Farmers Association. We support the application by Canada.
- MS. CALLAN: Mr. Commissioner, Callan, C-a-l-l-a-n, initials T.E., appearing on behalf of Her Majesty the Queen in Right of the Province of British Columbia. The Province agrees and supports Canada's proposal on striking the submissions with respect to the new issues that are not in evidence at this time.

THE COMMISSIONER: Mr. Leadem.

MR. LEADEM: Good morning, Mr. Commissioner, welcome back. Leadem, initial T., appearing as counsel for the Conservation Coalition.

Firstly I want to clear up something that I heard Mr. Taylor say, that this was a breach of undertaking including these materials. I can assure Mr. Taylor that none of the materials that were disclosed by Commission were disclosed in the context of my submissions in reply. So I take issue with his characterization of the paragraphs in that sense.

I do make the admission that within the reply paragraphs there is a reference to a newspaper article and information that has been widely disseminated, and is made public through the press and other sources of media, that there was discovered in British Columbia ISAV. And on that basis, and without knowing, I should mention, and hasten to mention, Mr. Commissioner, that there was going to be a process unfolding in this Commission to deal with that particular piece of evidence, I was faced with the challenge of trying to answer submissions from Canada, the Province and the B.C. Salmon Farmers Association that relies heavily on the fact that there has been no discovery of ISAV in this province.

And, with respect, it is premature for my

learned friend to make the application he's made. I understand from a letter that I received from Commission Counsel, from Mr. Wallace, and proposing that we meet on Monday morning to discuss this very issue, and what will unfold in terms of the hearings.

But in the interim, what I'm faced with is this situation, that I have submissions of Canada, the Province, and the B.C. Salmon Farmers Association that rely heavily on facts that are, as I know them now, to be inaccurate. And I am faced with the unenviable task then of responding to those facts, knowing full well - full well - that those submissions cannot possibly stand. And it was that -- with that in mind, that I attended to filing a reply in the manner that Mr. Taylor describes.

Now, we're all at a loss, I can imagine, Mr. Commissioner, because I don't have my reply submissions, nor do you have the benefit of having them before you. So I would suggest that before you could even make a substantive ruling on this, you would need to at least review what's in the material and come to terms with it in that fashion.

Those are my respectful submissions.

THE COMMISSIONER: Thank you, Mr. Leadem.

MR. McDADE: Mr. Commissioner, Greg McDade for the Aquaculture Coalition. As I heard Mr. Taylor, I've just been accused of drafting a document that's a breach of confidentiality, and a breach of undertaking, and an effort to grab headlines. The sentence says this:

Recent testing suggests that ISA is found in multiple species of Pacific salmon, including sockeye, in British Columbia waters. At present, the extent of ISA in B.C. is not known.

That's what Mr. Taylor makes that kind of allegation based on.

Today I read a press release from the Commission that says:

Testing of samples of Pacific salmon from two areas of the Province has indicated the

possible presence of the Infectious Salmon Anaemia (ISA) virus in several Pacific salmon.

There is nothing in the sentences in my reply that is any more offensive or unreasonable than the sentence in the press release.

This is nothing more than a blatant attempt by Canada to yet again suppress evidence that's absolutely critical to avoid, deny, whenever they can. This is — the Government of Canada has entered into kind of an Alice in Wonderland area, "I see only what I choose to see," and we pretend that stuff doesn't exist that everyone in this room knows to exist.

I join with Mr. Leadem in saying simply that this motion by Mr. Taylor, it certainly has value in showing where Canada comes from in responding to this. In the midst of an international clamour over this ISA testing, rather than deal with the evidence, Canada wishes to ignore it.

But it's premature. If there is going to be a hearing on these matters, there's nothing in those two sentences I read to you that is the least bit offensive, and certainly the appropriate way to deal with this is just to leave this motion stand where it lays until you hear that evidence. There's nothing controversial in those two sentences, nothing different than what the Commission itself is saying, and to strike them at this point would be to endorse that attitude of suppression and denial from the government.

So I simply suggest that this application be adjourned until we have our hearing dates in December and hear the evidence.

THE COMMISSIONER: Thank you, Mr. McDade. Ms. Fong.
MS. FONG: Lisa Fong, for Heiltsuk Tribal Council. I
support Mr. Leadem and Mr. McDade, that the
application should be adjourned until December
when we address the ISA issue. But I do want to
address a few matters which were raised by Canada.

I think it's important to know that in terms of timing, our reply submissions were actually due before Commission counsel announced to us what the process would be to deal with this ISA information that was disclosed after the oral hearings, so all the parties, not just us, but everyone was at a

loss as to deal with, how do we deal with this issue, because we're filing our final reply submissions. And we had been told earlier by Commission counsel that we have to have everything in our reply submissions, because this was in essence the last chance, unless there was going to be a further allowance.

Now, as it turned out, Commission counsel advised us, yesterday almost five o'clock, that there is this new process that we will be able to -- and I'm hopeful, because Heiltsuk is the Central Coast Nation which is affected by where the ISA has been found, that we'll be able to tender new evidence and make further submissions on this very important issue.

And I want to be clear, because I think we are the -- and I admit this, we are the guilty party, and it was done absolutely without intention of mentioning a media release, and I say it was done absolutely without intention, and we would be agreeable to striking that one sentence or those three words in our submissions, and providing a reply again.

I want to be clear that there was absolutely no intention to breach an undertaking, or to cherry-pick, or to do anything in the public media. We have had very contentious issues, as Heiltsuk, throughout this proceeding. We have never behaved in that way, and we are absolutely opposed and terribly insulted by how Canada has characterized this behaviour.

Now, in terms of timing again, I think it's important to note when Canada raised this objection, it was raised at 9:05. That's when we received it this morning. I didn't see it until I got in, and had I been able to talk to Canada in advance, we might have been able to deal with this in a fashion that didn't take up time in this hearing. And I think that would be an appropriate way.

But in any event, I agree with Mr. Leadem and Mr. McDade that this is a matter that can be dealt with at the hearings. Thank you.

THE COMMISSIONER: Ms. Gaertner.

MS. GAERTNER: Good morning, Mr. Commissioner, it's
Brenda Gaertner for the First Nations Coalition.
I'm not going to speak to the substance of the

matter, but I am going to speak to the process.

If they're only referring to these presses that have come out and are in the public record, I can't see any problem with that, if that's what they had to rely on to bring a matter of serious concern to you in their replies. And it is a matter of serious concern. This is not a light matter, and I'm sure you know that. And so if that's all that anyone is relying on that is over and above the evidence, then I'd like those paragraphs to stay, and I'd like this to be part of the public record.

You need the -- all of the submissions of all of the parties and their reply as part of the public record as soon as possible. People read them all over the province. My clients read them from your websites all over the province. And we need to continue our work in collaboration. People need to see what people are saying about these matters.

And so to the extent that someone's adjourning an application till further time, if that included these replies not being part of the website or waiting until that moment, I'm not in favour of that. I think it's very important that they move on with all of the information as part of the record. And so I would encourage you to do that, and if something needs to -- I don't -- if they're only relying on a public document, there's a lot of people in their replies, Mr.

Commissioner, who have relied on things other than what's in evidence. And so that this one public announcement that's a press release that's caused so much concern is, I think, inappropriate.

MR. TAYLOR: I'll deal with them in reverse order, the submissions, that is. I'm assuming that Ms. Gaertner hasn't read the paragraphs that I'm speaking to, because she doesn't quite have it as what those paragraphs say.

I will say that in my read, and in my submission, the Conservation Coalition and the Heiltsuk are the worst offending paragraphs of the three.

The letter that came from the Commission yesterday about how to deal with the newly arisen piece of information, is very clear. So to the extent that Mr. Leadem is waiting for Monday to

 find out what will happen, we don't need to. Monday is the detail, but I'm going to read the letter in part. This is a letter from Commission counsel to all participants:

The Commission will convene an oral hearing restricted to this topic.

And it goes on to speak to when they think they're going to do that. Obviously there's scheduling issues, but they're aiming for December. The topic in question is "ISA Virus Hearings", and the Commission letter was in my view appropriately worded. It's also something that only counsel gets, and I'm not going to read it all, but it was appropriately worded and neutral.

To the extent that there is a Commission media release, which I haven't seen, that says what Mr. McDade says it says, in my respectful submission, the Commission media release has gone too far. But Commission counsel's letter was fine.

In any event, the point, the real point is that there is going to be a hearing on this. That's when you get evidence, and that's -- or it's after that that you make submissions, not now. The idea of adjourning and leaving everything in limbo doesn't help because you still have, and I'll use it again, cherry-picked information put up there for anyone to take and use and thereby avoid the undertakings that we're all under.

And in terms of cherry-picking, it is selective, what's in the material. There have been some media releases that have been released by government. They're not referred to. They say some different things. But the participants who choose to cite non-evidence, don't choose to cite other non-evidence. And I'm not going to engage in that by myself referring to non-evidence.

And picking up on what Mr. Leadem was saying, and Ms. Fong somewhat, as well, which had to do with essentially saying that he or she had a difficult dilemma, what do I do, had to do something, didn't have the letter. Well, none of that explains or justifies counsel, who well know how to make argument and well know how to run

hearings and proceedings from a counsel perspective, none of that justifies citing non-evidence. You just don't do that. There's a proper way to do things, make an application for evidence, and so forth. But you don't just stick it in, and then start using it, especially in a selective way.

Now, a couple of the counsel pointed out that you don't have the paragraphs in question before you. They're available, of course, and if we can be of any assistance to make them more easily available, we'd be happy to do that. But I'm assuming they're available through the Commission. It certainly makes sense that you would want to look at the paragraphs in question in light of the submissions I've made and the other counsel have made, and that would be fine. But I don't accept that all of this can just be put off until sometime in December. You would need to, in my respectful submission, make a ruling on this before the material goes up on the website, and anything that does go on the website would have to be in accordance with whatever ruling you make. Thank you.

MS. BAKER: Mr. Commissioner, Commission counsel has no -- doesn't need to make submissions on the two sides, that's been adequately covered.

But one thing I need some clarification from Mr. Taylor on is what exactly does he say is in breach of an undertaking. Because I've heard -- I've heard some of the counsel say that they have not released any information that was produced under the undertaking, and I've heard in reply Mr. Taylor say that there is a breach of undertaking, and I'm not -- I'd like him to identify what exactly he says is the breach of undertaking.

MS. TAYLOR: Well, I thought I was careful with my words, but let me try again.

The concern I have is by putting stuff in submissions that is not evidence, you then allow people to have it on the website and make use of that in the public domain. It's a springboard, if you like, to having statements that are subject of — or material that's subject of undertaking added on to what's already going out there. I'll have to, if it's important to do so, look at the paragraphs in question to parse out any particular

- words. But my concern is that they are referring to non-evidence, and that in turn will lead to some spring-boarding, if I could put it that way.

 MS. BAKER: I would like some clarification on that, because if Mr. Taylor is saying that he's taken a -- that other parties have taken a media release that's public and referred to it in their submission, and then it gets put on the website and becomes public, though it started in the
 - and becomes public, though it started in the public arena to begin with, so I'm not sure how that's an issue on undertakings. And that would be, I think, from the Commission's perspective, the one issue that we would want to weigh in on, is if there is a breach of undertaking, something was produced through the Commission process that's to be kept confidential until marked in these hearings, obviously we have a concern that that would not be put on the -- as part of submissions. But if they're referring to media releases that are public in the first instance, I'm not sure that the issue of undertakings comes up, in fact that they're then put on our submissions as reference and again put into the public arena, it's not seen to be a concern.
- MR. TAYLOR: Well, I'll try again. I don't have the various media releases that were referred to in front of me, but one of them came from SFU, and it was related to a report that underlied that. And as I read the material, what was being said went beyond the actual release and into the underlying report, but I don't have the material in front of me.
- MS. FONG: Mr. Commissioner, Lisa Fong, the Heiltsuk Tribal Council.

Mr. Commissioner, if you are going to address this application, I would ask that we do it properly, because these are serious allegations. It's been alleged that counsel are in breach of their undertakings and we would ask, because I only received notice of this, I think in a three-line email this morning at 9:05, that Canada set out its application properly with exactly what it says is the breach of undertaking, its submissions on that, and that we, the parties, the participants who allegedly did the wrong, be entitled to then respond to it properly. Because of course, the ISA, as we all know, has been the

subject of this hearing prior to certain information further being released.

So, you know, part of the submission

So, you know, part of the submission that we would be making, because I need to know exactly what he's objecting to, is going to be that there are portions, in fact the majority of it, which was properly part of the hearing. And of course I want to address this issue of the concept of a media release, which is already in the public, being improperly used in submissions.

So my point being, as a matter of process, procedural fairness, we'd want the opportunity to respond properly accepted. If Canada's going to bring this application, then it should bring it properly. We should be able to respond to it properly and deal with it.

MR. TAYLOR: Well, let me try and clarify again. I think counsel are taking or reading more or saying more into what I was saying than I mean to say, because I wasn't going after counsel as such.

There's also some other issues ongoing about undertakings and I don't want to cloud those issues.

If it's going to simplify things, I can make the argument, make the motion and the argument that I've made without referring to any existing or current breaches of undertaking.

I've raised the point about spring-boarding to something more. But I don't have to rely on anything current or about these paragraphs, or about the specific actions of counsel to make the motion I'm making. It's about non-evidence, it's about non-evidence going into reply, and it's about doing that, in my view, wrongly, and at a time in particular when there is going to be an evidentiary hearing.

So I hope that clarifies it. We could deal with this motion without undertakings then.

MR. LEADEM: And I thank Mr. Taylor for recanting, because I, too, take my professional obligations seriously, and I have never been subjected to anyone in a public forum or otherwise suggesting that I been in breach of an undertaking. And I am grateful to Mr. Taylor for withdrawing his comments, because it does -- I am personally offended by them. And if he insists on taking this course, which I understand he may not, then I

join with Ms. Fong that we're entitled to know exactly how and what way simply referring to press releases is a breach of undertaking.

MS. CALLAN: Mr. Commissioner, I think it would be of benefit if we have some ground rules on how the next week of hearings occurs, and in particular with respect to the ISAV issue. It's an important

next week of hearings occurs, and in particular with respect to the ISAV issue. It's an important issue and it should be dealt with in a fulsome evidentiary record and in a proper manner.

The Province submits that during the course of these hearings that the submissions be -- on this point be not referred to, and as well that any oral submissions not address this point, and deal with the evidentiary record at the time, and then in December when we have the additional hearings, any further submissions then will address this particular point. Because the Province does submit it's a very important issue that needs to be dealt with properly and not done in a haphazard manner at this time.

And those are my submissions.

THE COMMISSIONER: Ms. Baker.

Thank you, Mr. Commissioner. I think MS. BAKER: you're telling me to wrap up this point. You've heard submissions on Mr. Taylor's motion. Ms. Callan has now suggested that the issue not be dealt with at all, and on that point I would simply say that counsel have the time allotted to them for their reply submissions. They will have time to deal with ISA when we reconvene on that point, and it should be up to counsel to decide how they want to treat the issue. They are all professionals and they can decide the best way to address the issue, and I wouldn't put a restriction on how counsel choose to spend their time during their limited reply submission at this point, would be my submission.

THE COMMISSIONER: Thank you very much. I hope this is on and you can hear me.

Thank you to Mr. Taylor, Mr. Leadem, Ms. Gaertner and the Province, and Ms. Fong and anyone else who has risen on this point. Obviously, as Mr. Taylor pointed out, I have not looked at the reply submissions that counsel have been referring to, but -- and I would want to do that before I made any ruling. But I want to assure all counsel that before reply submissions that are being

addressed would go on the website, I would give my ruling, so that there's no further complications arising from concerns that any of the counsel might have respect to the content of those replies. So I don't postpone this matter until December, as has been suggested, but I would like an opportunity to consider your submissions and to consider this material so I can make my ruling accordingly, and I will do that.

So I think, Ms. Baker, for the moment I will postpone making a ruling until I've had an opportunity to consider the submissions more fully, and that means that we could, if it's convenient for you and the rest of counsel, launch into submissions this morning.

MS. BAKER: Thank you, Mr. Commissioner. THE COMMISSIONER: Thank you very much.

MS. BAKER: I'll move away from this chair in a moment, but I'll just introduce the first participant making submissions today will be Canada, and they have 180 minutes. So I anticipate they will take up the bulk of the day, if not all of it.

SUBMISSIONS FOR THE GOVERNMENT OF CANADA BY MR. TAYLOR:

MR. TAYLOR: Thank you. Mitchell Taylor, with me is Tim Leadem for the participant -- Tim Timberg today. I have Mr. Leadem on the mind. We're going to finish today, I think. As was indicated, we have three hours. Under the old schedule, we might have spilled over till Monday, but I think there's still three hours left in today.

Myself and Mr. Timberg will divide up the presentation of Canada's submissions. Mark East, one of our co-counsel, was also going to be making a presentation, but just before we started, he seemed to have some serious back difficulty, and it looks like he won't be able to do that. So we'll fill in for his part.

With that, the general division of topics will be -- well, firstly, let me say and ask, Mr. Commissioner, I hope you have before you a written copy of our final submission and of our reply.

THE COMMISSIONER: Yes.

MR. TAYLOR: Two documents, thank you. The general — and of course we'll focus on the written submissions, but we may and will to some extent

delve into the reply on specific matters. The general division of topics is going to be that I will start, and I will deal with an overview, and something of the sockeye lifecycle, the DFO structure, the legal context, harvest management, catch monitoring, enforcement, and in a second go by me, and I'll explain that in a moment, disease and aquaculture.

Mr. Leadem -- I'm going to keep saying that, I can see. Mr. Timberg, for his part, is going to address the policy context in which sockeye is managed, Fraser sockeye is managed, and that includes the Wild Salmon Policy and commercial and recreational fisheries, and as well the science-based approach to working through the possible causes of decline and the 2009 poor return.

Mr. Timberg is then also going to address what Mr. East would have addressed, that is, the Aboriginal issues.

And I am going to speak for 45 minutes, meaning till the bottom of the hour approximately, and Mr. Timberg will then pick up and go for probably an hour and 45 minutes, taking into account the breaks, and then I will finish up sometime this afternoon with about 30 minutes which that all should add up to three hours.

Now, before I begin, I just want to deal with a process point that's been raised by the Aquaculture Coalition in its final submissions, the ones filed on October the 17th, and by the Conservation Coalition in its reply just now. And happily, I think it's less controversial than the matter I raised before and I'm not asking you for a ruling at this time. So you'll be pleased with that, I'm sure.

But at page 79 to 80 of the Aquaculture Coalition's final submissions, and at page 32 of the Conservation Coalition's reply, both of them suggest that the Commission Ringtail, that is, the very database that's been accumulated over the last year plus, that that Commission Ringtail collection be made public following the conclusion of this Commission.

I'm not going to make submissions on that here and now, but I want to say this. If the Commission were to contemplate taking up that suggestion by the Aquaculture Coalition and the

Conservation Coalition, we would want an opportunity to make submissions first. And the reason is that to make public the document disclosure that's been done under compulsion, pursuant to the Rules of this Commission, and in the case of Canada, an order that was made in June of 2010 at our invitation, that would constitute, in my submission, a fundamental upending of the ground rules on which document disclosure for this Commission has proceeded. It would also go against the normal rules of document disclosure, which of course as you, Mr. Commissioner, will well know, is done on implied or actual undertakings of confidentiality in legal processes or proceedings. Exhibits are public, but the normal disclosure behind that is not.

So I raise that issue and leave it for future submissions if called upon, if the Commission were to think of up-taking what has been suggested.

And just on this in closing, I'll point out that the document disclosure in this Commission over my -- to my chagrin, and over my somewhat opposition, has been quite one-sided. There's approximately 550,000 documents that are in the Commission Ringtail. Most of those, approximately 520,000, are from the Government of Canada. That is not to say they're all originally written by the Government of Canada but from the Government of Canada files. And so the document disclosure, unlike a normal legal process, is overwhelmingly one-sided. The Commission chose not to take up my several requests to call for extensive documents from other participants, and so we have the one-sidedness that we do.

And just finally, finally, and this will be my final on this, the Commission Ringtail database contains -- potentially contains privileged material. Given the short timeframes for document disclosure, as you can well appreciate, in normal litigation, hundreds of thousands of documents would be disclosed over the course of several years, not in the short timeframe we've done. There's been an understanding that if inadvertently privileged material is disclosed, we can ask to have it hauled back, and that in fact has occurred on a number of occasions. And all of the participants and Commission counsel have

cooperated in that regard.

So there's an added element, if you like, to just put everything out in the public domain would be potentially putting out privileged material in a context where there's an understanding that there'd be a haul-back opportunity. And that was put in place simply because it wasn't feasible to vet the stuff with sufficient detail in the time available to get the material to the Commission so they could then use most of it. As you know, roughly, or almost 2,000 documents of the 550,000 have become exhibits. So I leave that at this point.

To the submissions on the merits of the evidence that is before you, Mr. Commissioner.

Canada's intent, and I want to be clear in that, Canada's intent in its written material, the final submissions that were filed on October 17th, and in the reply filed on November 3rd, is to provide you, Mr. Commissioner, with a balanced and comprehensive statement of what we consider to be significant evidence on key topics.

We're fully aware that you, Mr. Commissioner, and the officials in your Commission will study the written material of Canada and the other participants in depth in the coming weeks and months as part of the process leading to the final report.

In these oral submissions, we'll speak to what we consider to be particularly important points within each of the topics covered in our written material, and in some cases expand or explain what is in the written material.

In the written material and the oral submissions we do not, and it is our intent anyhow, to not advocate for or against any given position. Nor do we make recommendations or comments on other people's recommendations.

The federal government, of course, commissioned this inquiry, appointing you as the Commissioner, and we view that recommendations are something for the federal government to receive after due deliberation by you, and not something that we're going to suggest. We leave that process with you.

And as I say, our objective is to assist the Commission and specifically you, Mr. Commissioner,

by first having contributed to ensure that there is a comprehensive evidentiary record, both *viva* voce evidence and documentary exhibits, and secondly, to point to what in our view is the truly important pieces of evidence.

We do consider that the participation of each and every participant has greatly contributed to the making of a comprehensive evidentiary record before you, and we see value in the numerous different perspectives that have been brought before you, Mr. Commissioner, and will over the next week or so be brought before you for consideration.

I've already spoken to the number of documents that we have produced. But in addition there's been tens of witnesses, I think something in the order of 80 witnesses who are federal employees, mainly but not exclusively from the Department of Fisheries and Oceans. Department of Environment had some witnesses, and I think there was one or two other Departments, as well.

Next, a brief word on the Terms of Reference. You, of course, will be well familiar that this Commission was established to inquire into and make findings of fact regarding the cause of decline of Fraser sockeye, the current state of Fraser sockeye and long-term projections, and then to develop recommendations for improving the future sustainability of the Fraser sockeye. It's a broad mandate as it concerns Fraser sockeye. So it's narrow in the sense of the topic, Fraser sockeye; broad in terms of what you are mandated to do with respect to Fraser sockeye.

Because Fraser sockeye don't live in isolation, they live in a habitat that is impacted by many activities and many organizations and governments, and because other species also live in that same habitat, both aquatic and animal, land animals use it as well, there are many parts to this puzzle, and it's a complex task that has been put -- has been given to you, Mr. Commissioner, and one that will -- everyone will no doubt benefit from the ultimate report.

The Commission is to conduct the inquiry with the overall aim of encouraging broad cooperation among stakeholders, and that is something that the Department of Fisheries witnesses have given a lot

 of evidence on, and something which the Fisheries Department and the Government of Canada endorse, both as it pertains to this Commission of Inquiry and pertains to the management of the fishery generally. You will have heard a lot of evidence about the efforts and resources and time and money that Fisheries puts into stakeholder engagement and cooperation amongst and with stakeholders.

We believe that the overall aim of encouraging broad cooperation amongst stakeholders has been accomplished by this Commission. There are a number of processes this Commission has employed, from public forums to site visits, to public submissions on your website, and as well the evidentiary hearings which these submissions are the end product of.

And it is, in my submission, the case that participants have all pulled together to assist this Commission in understanding what are the truly important issues and evidence to put before you. There are differing views, of course, but that's to be expected. There are some areas where people have — some people have concurrent or consistent views, and there's even some areas where virtually everyone, I think, has the same view. And the foremost amongst that is that while we have different objectives or different participants have different objectives and ways to get there, a robust healthy fish stock is a common objective of everyone, I think.

This Commission, under the Terms of Reference, is to be conducted without seeking to find fault on the part of any individual, community or organization, and we believe that, too, has been accomplished.

So what do the participants bring to the inquiry? I want to speak to that a little bit more. I've spoken what the inquiry is about, but in a nutshell, what happened to cause the decline, what's the current state, and here's the important part, looking forward, what should be done to ensure things are put right and put on an upward curve? Every participant, as I've suggested, has put their heart and soul and mind into the inquiry and brought their own perspective, their own interests, and what they consider to be the truly important things before you.

There's been suggestions put forward how to build a good and proper fisheries regime to best manage and conserve fish stocks, and the fishery generally. Some ideas fit with others, some conflict, some are doable quite easily, others are not so doable, others, still others are very costly or complex to implement. You, of course will have to sift through and sort out the wheat from the chaff and decide what you think is the true facts and the most important things to recommend.

No doubt about it, there's great complexity and differing interests in play. In a way, Mr. Commissioner, you're put in the position and you can see the challenge that the Fisheries managers have. You, if you like, are not managing the fishery, but at the same time you are being asked to make findings and make recommendations on how to manage the fishery.

It's, of course, very clear that the sockeye salmon lifecycle and their associated biology is very complex. It's complex biologically, and it's complicated because you can't see the fish most of the time. You see them, if you like, at the beginning and near the end, for the most part, and not in between. There's a lot that's not known about that in-between time, both as to the fish and what they're doing, and the impacters that are upon them.

Now, we see the following themes as the key to improving the future sustainability of the Fraser sockeye. And this is not an exhaustive list, but it's some things that I'm going to leave with you for your consideration, Mr. Commissioner. And some of these things we'll pick up on and speak to in some more detail as we go through the oral submissions, and they're addressed in the written material, too.

They are not necessarily in a given order, but the first couple or three, I think, are the most important. They are, conservation, biodiversity, sound science, consultation, balance in what's done, sustainable fisheries, managing in the face of uncertainty and in the face of changing environmental conditions, and next, incremental steps lead to thoughtful and thoughtthrough change, and lastly for now -- again this

is not an exhaustive list, but lastly for now look at the big picture or, put otherwise, look long down the field. One can sometimes look two feet in front of oneself, so to speak, and miss what's important because you're looking at the immediate. But it's important to look long down the field.

And as part of looking at the big picture, and while it's of course always to mind, it's not necessarily to the front of one's mind, and there really hasn't been much evidence about this next point in this inquiry, but it's important to remember that the Fraser sockeye aren't the only fish in the sea. There's an awful lot of other marine species, fish and marine mammals and crustaceans, and any number of life in the sea, and there's of course all kinds of plant life. But it is important to remember that they aren't the only fish in the sea, and what -- what you do for one can impact the other. Mostly, conservation and biodiversity and habitat protection - I should have mentioned that one in the above, habitat protection - mostly what you do for any species will be of benefit to the other, but it's not always the case.

One other thing to remember in the context of the Fraser sockeye not being the only fish in the sea is that there are many others and quite a number of them are not doing so well, either, and that includes salmonids. That would be the case, not only in British Columbia waters, but in the waters of other countries. And it is also the case that we really haven't heard too much evidence about what is going on in other countries with respect to salmon or sockeye, or any other species. We've heard a little bit about Alaska, and there's the odd whiff of Washington State, but not too much.

Now, DFO organization and budgets. I want to spend a few moments on that.

There's been a lot of evidence on this. This is summarized in our final submissions at pages 14 through 23, which of course I leave with you. But I want to speak to a few key points about DFO organization and budgets.

First, I want to talk about Science. And I'm now using science as big "S", Science Branch, as opposed to the subject matter science.

The key message that I want to leave with you, Mr. Commissioner, is that DFO is a Science-based organization. That is fundamental, in my submission, to understanding DFO. Science is the underpinning to pretty much everything DFO does in relation to fisheries management and conservation. There will be some aspects that will not be heavily Science-dependent, of course, but Science is fundamental to most. Some enforcement activities and so forth probably don't have a lot of science to them, but Science is the underpinning to what DFO does.

And you've heard a lot of evidence that DFO and in particular DFO managers place great importance on scientific research and scientific advice in making decisions. It's one element to the decision-making process, but it's a very, very important piece of the puzzle, and very important element. You've heard that loud and clear, as I have seen -- in my submission, as I have seen the evidence unfold.

Science, like other sectors in DFO, and other government departments, sets short and long-term priorities. They do that annually, semi-annually, actually, in terms of the process, and it's a repeating, recurring process each year.

The priorities that are set are reflective of both government priorities and resources, and conservation needs. But in setting priorities, Science and the scientists in them, and the Science managers act, I say the evidence shows, in an objective, professional manner, reflecting what they believe within the budgets available to them, are the truly important things to do for the better understanding of the sockeye salmon and other species, and for the better ability to advise fish managers, fisheries managers in what they need to know to manage the fishery.

I'll speak about budgets now, and any part of the government is impacted by the current need to tighten and be efficient with money, and that's of course not peculiar to the federal government or government generally. It is the fact that any organization, government, industry, non-government organizations, and so forth, are particularly challenged in the present economic climate. It's always going to be the case that there are finite

amount of funds, and not everything can be done and not as much of what you do do can always be done as would be ideal, and that's even more so right now.

Prioritizing and being efficient with resources and money and technology are key ingredients. They're increasingly important, and a key point I want to underline for you, if I may.

Suggestions and recommendations that involve large financial outlays would, I believe, need to meet a fairly high threshold of need. There may be a need, but the more you're talking about, the higher the threshold is probably going to be, and that's simply reality.

There have been submissions made by some participants about DFO's budget as it's affected by strategic review. That's the process that has recently been completed by DFO and is about to be implemented, but the numbers are known, as with many things, people can come up with different numbers, depending on how they want to present the numbers.

But there was towards the end of the final panel that the Deputy Minister was testifying in, along with Mr. Bevan and Ms. Farlinger and Dr. Richards, the question that, as I recall, both the Deputy and Mr. Bevan were speaking to, where between myself and Mr. Buchanan for the participant PSAC, evidence about what DFO has undergone for strategic review, bottom line, it's in the budget that was tabled in the house, June 6th of this year, I think it is, \$56.8 million over three years, that is, in stages was cut. total of 56.8 million was cut from DFO's budget. They run on about 1.8 or so billion dollars a year, 1.7, something like that. It was a three percent cut. They testified to that. It's not 25 percent, it's not 30 percent, it's not 50 percent, as some participants would want to suggest.

It's a significant cut. It was a reality but the Deputy said it's doable, and importantly, it has to be done and will be done.

There's a further process that's now starting and we don't know where that's going to go. It's called Strategic and Operating Review, a slightly different name, but it's again reflective of a need by the federal government to address expenses

and look at what's being done everywhere and prioritize things. At the moment, people are simply being asked to produce scenarios for five or ten percent cuts. It's not known what the outcome will be. That will happen over the course of the next number of months, as I understand it. That's the evidence.

Coming back to DFO and its structure, DFO is a highly decentralized and operational Department. That is to say, most of the Department's resources work in regions. The evidence is approximately 85 percent of the 11,000 staff work in regions, and most of those staff are in Operations. And we deal with that at paragraph 71 of our final submissions.

DFO interfaces with other federal departments, other governments, stakeholders, First Nations, environmental organizations, industry and others regularly. You're going to hear from Mr. Timberg on the processes that provide for First Nation consultation, using the word consultation in the *Haida*, *Taku* sense, and you're going to hear from Mr. Timberg some more about consultation that's done as part of good governance and management of the fisheries, and engagement with stakeholders.

For now what I want to underline is that while DFO has the lead responsibility for fish conservation and fish management, it's not the only agency, person or organization who have There's a complex web of responsibility. interactions of different people, and everyone has roles and responsibilities, and that does need to be remembered, in my submission, in plotting and setting out recommendations. For DFO's part, it works and liaises alongside with many other That's just part of how they do agencies. business. It is, of course, the case that the Province have significant chunks of jurisdiction over matters that bear on fish and fish habitat.

The legal context, I want to spend a few moments on that.

Firstly, an inquiry's function does not extend to adjudicating on legal issues. We review the legal context applicable to fish and fisheries management in and around paragraph -- pages 25 o 51 of our final submissions, but I want to

underline the point that, in our submission, it's not the function of this Commission to delve 3 deeply into the legal context, but still the evidence needs to be situated against the legal 5 environment. While some participants seemingly 6 urge you to engage in and address and potentially 7 even adjudicate on legal issues, that's not 8 something for the Commission, for you, Mr. 9 Commissioner, in our submission, to do in this 10 forum. 11 We address this in Canada's reply at 12 paragraph 3 -- sorry, pages -- no, paragraphs, 13 14 that this is not about adjudicating on legal 15

Canada's reply, paragraphs 3 to 8. That is to say issues, and I leave that with you.

What the inquiry is about, of course, is to investigate issues or events, and that is the general role of an inquiry.

There's, of course, nothing in the Terms of Reference that would mandate the Commission to reach conclusions of law.

The participants, and Mr. Timberg will speak to this, but the participants that I particularly have to mind is that participant number 12, Area G, Mr. Harvey is counsel, has a number of legal propositions that are of dubious validity, in our submission, that he wants to advance. And some of the First Nation participants make representations and invite some conclusions as to the law on Aboriginal fishing.

Now, applicable laws and jurisprudence. not going to delve into the law, of course, as I've said, but I do point out that there are a multitude of federal, provincial, municipal and First Nation laws that bear on fish habitat, and in addition there are international treaties, not only but notably the Pacific Salmon Treaty, and that itself is subject of a PPR, a Policy and Practice Report, I think it's Policy and Practice Report Number 4.

There are common law principles and jurisprudence on fishing by the public, and on Aboriginal fishing. It can be a complicated area. In terms of Aboriginal law, one of the benefits I find of Aboriginal law is ultimately there's about 25 Supreme Court of Canada cases that you need to know, and if you do, you know most of what the law

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is. If you look at those cases, you will see that the law is evolving in Aboriginal law, and in particular Aboriginal fisheries law, and a lot of the Aboriginal cases come out of British Columbia, and a lot of those are fishing cases. And the law is not so evolving, but still there is some evolving aspects about it to do with fishing by the public. We set out some of that in our submissions, but again it's not for you — it's not because we're asking you to make findings on the law, but rather to simply provide some context.

I think I can leave points to do with other aspects of the law with you, except for a couple of things I just want to underline.

DFO has as a tool, as one of the things in its toolkit, s. 35 of the *Fisheries Act*, and there is also s. 36, which is administered by the Department of the Environment. Those are powerful tools.

I'll just pause for a moment. Just doing a time check, sorry, Mr. Commissioner.

Those are powerful tools and it's important that you have a close look at the evidence pertaining to them. One of the things about s. 36 has to do with who should administer it, and you will need to make -- you will reach conclusions about what you think in that -- in that regard. There's considerable evidence before you. There is currently, as I think you've heard in evidence, some consideration about that, and no doubt what you have to say would be welcome as a further piece of information and suggestion how that should be accomplished.

The laws pertaining to habitat protection and environmental issues can be a thorny one in many ways, but one of the ways that they can be thorny is from a jurisdictional standpoint. The environment is not an enumerated area of jurisdiction in the *Constitution Act*, 1867. Each of the federal and provincial governments are going to have some jurisdiction over environmental matters. That's led to considerable litigation and then jurisprudence over the course of the last few decades. But for the moment, it's important to remember that because each of the federal and provincial governments have a role, one has to

always be mindful as to how far any one government can go on its own with regard to environmental matters, which brings me back to s. 35 in particular, but 35 and 36, which are grounded, if you like, in -- or anchored in fish and fish habitat, and that is used as the federal jurisdiction.

Now, I'm going to move to some areas that are near the back of our final submissions, so I've skipped over some sections that Mr. Timberg is going to speak to. And in about ten minutes I will -- in exactly ten minutes I will turn the podium over to Mr. Timberg and then I will come back to some of this, as I pick up towards the end, leaving it for Mr. Timberg to carry on probably after the break. Mr. Commissioner, I'm alive to the time. Am I okay to go for ten minutes, or do you want me to stop for 15?

COMMISSIONER: I'm content, Mr. Taylor, if you want

THE COMMISSIONER: I'm content, Mr. Taylor, if you want to carry on for ten more minutes.

MR. TAYLOR: Yes, that's okay. I don't see any frowns in front of you, so I think we're okay.

I'm now, just for your reference, I'm not asking you to turn this up, but for your reference, I am towards the back of our submissions at page 165, which starts at paragraph 563 and following, and it's under a heading of:

Clear rules for sharing the Fraser sockeye harvest including more flexible approaches to avoid weak stocks, address First Nations' fishery aspirations and improve the economic viability of the commercial fishery

So I'm now, if you like, jumping ahead, and I'm at the point where this is after Mr. Timberg, if you like, has spoken to some of the detail about some of these things, that is, avoiding fishing on mixed stocks and over-fishing the weak stocks and addressing First Nation fishery issues, and the economic viability of the commercial fishery. So now I'm speaking about the clear rules for that. And I'll take a few moments to start in on this, just in terms of efficient use of time, if you like, before the break, and then give Mr. Timberg an uninterrupted go after that.

Clear rules for quantifying and sharing the

available harvesting opportunities are important to - very important, in my submission - to reduce conflict, provide certainty for business planning, and promote collaboration amongst harvesters. Change is in the air and in the water, so to speak, and that's driven by conservation needs and biodiversity, and by environmental change, First Nations s. 35 rights to food fish -- food, social, ceremonial fishing, that is, and the desire to put more fisheries closer to their natal streams to reduce fishing on mixed stocks. And there's various demonstration fisheries in that regard that we'll come to later.

But in an atmosphere of change, which can be disconcerting, of course any change can be, it's important to have clear rules. Starting in the 1990s, or so, the DFO New \underline{D} irections Policy set out what might be considered modern allocation principles, and Mr. Timberg is going to speak to some of that.

But for now, the seven principles of fisheries allocation are at paragraph 570 of Canada's final submissions. Again, I don't need to take you to it, but I'll leave it with you for later use.

But the seven principles are conservation, then -- for allocation, first conservation has to be dealt with or met.

And then you have First Nations food, social, ceremonial.

The next, or third principle in fisheries allocation is that the common property nature of the resource is respected.

And so fourthly, after conservation and First Nation FSC, there is the recreational fishery, and fifthly, the commercial fishery. Those two things, recreational and commercial, are on an even footing. It's not that one's higher than the other.

And then a sixth principle of fisheries allocation is encouraging selective fishing.

And finally, the seventh, to adjust the split between the gillnet, the seine and the troll over time, to better reflect how each of those gear types deal with conservation requirements and selectivity in fishing through changes to gear types.

The Integrated Fisheries Management Plans represent clear implementation rules, and at the same time offer transparency in fisheries management, and that's to be encouraged.

It is also the case, and this is a point the

It is also the case, and this is a point that I want to underline, that DFO considers and it is right, in my submission, that change in fisheries management is best done incrementally and in a consultative transparent way. Those three words are words that DFO -- are very important to DFO: incremental, consultative and transparency. Because no matter what the activity is, if things are done incrementally, as I said before, that means that they are well thought through, or can be well thought through, and if they're done consultative, you have potential and opportunity and it is DFO's objective for buy-in, because those you are consulting with will be part of the solution. And if it's done in a transparent way, everyone can understand what is happening, even if you don't necessarily agree with it.

So incremental, consultative and transparent is done so as to bring stakeholders along. And at the same time, it allows everyone to see how something's working before it becomes entrenched. One could add to this, do things in a demonstration or pilot sort of way before you make it permanent.

If something works well through those approaches, and meets conservation and user group needs, then there's likely going to be acceptance. And if it doesn't, further change can occur. And that, in part, is what's behind share-based fisheries and demonstration fisheries in-river that you'll hear some more about from ourselves, and from other participants.

Doing things in a demonstration or pilot or test sort of way also allows the feasibility and practicality to be tested and figured out before things become too entrenched. And on share-based fisheries in particular, there's been some positive results and some concerns expressed from some quarters, and those positive sides and concerns can be studied and adjustments made. And we deal with some of the demonstration fisheries and the particulars of those at paragraphs 588 and following.

Another area where competence and trust amongst all parties is important is in the inseason management of the fishery. And we deal with that at pages 176 through 178. You've heard a lot of evidence on some of the key programs and facilities for in-season management, but they, of course, include the test fisheries, the hydroacoustic estimates at Mission and at Qualark, and the stock composition information that comes from biological sampling. All of that's needed. All of it should continue, of course. It's important pieces of information for managing the fishery, in addition to the pre-season work that is done, and you've heard evidence about that, as well. In terms of this, that is, in-season management and other areas, it's important going

In terms of this, that is, in-season management and other areas, it's important going forward that there be increased use of technology, including increased use of technology over resource-intensive measures. That's the way forward in the 24th Century. And what technology can offer, of course, is even more accuracy than you otherwise would have, and it can offer efficiency and ease with which to gather information. It's of course important that you have technology that has databases, and good databases, underlying it, and databases that can talk to each other.

So as I indicated, Mr. Commissioner, I am currently in the back part of the submissions. There's a whole chunk from about page 50 to about page 150 that Mr. Timberg - formerly Mr. Timberg and Mr. East - but now Mr. Timberg will speak to over the next roughly hour and 45 minutes. And I propose that following the adjournment, if that's -- or the break, if that be the case now, that Mr. Timberg take the podium and we'll carry on.

THE COMMISSIONER: Thank you very much. THE REGISTRAR: The hearing will recess for 15 minutes.

(PROCEEDINGS ADJOURNED FOR MORNING RECESS) (PROCEEDINGS RECONVENED)

THE REGISTRAR: The hearing is now resumed. THE COMMISSIONER: Mr. Timberg.

SUBMISSIONS FOR THE GOVERNMENT OF CANADA BY MR. TIMBERG:

TIMBERG:

MR. TIMBERG: Yes, Mr. Commissioner, Tim Timberg for the Government of Canada.

I will be spending approximately an hour talking about the development of policy, focusing then on the Wild Salmon Policy, and speaking briefly to our reply submissions. My intention is to follow Canada's written submissions quite closely, and I have provided a list for Mr. Lunn, our registrar, to assist me in our -- in my oral submissions. So I will be going from paragraph to paragraph in our written submissions.

I'd like to start in Canada's written submissions at page 103, paragraph 353. And this is to provide the factual context to the state of the fisheries on the West Coast.

The Wild Salmon Policy was created in a context that began almost 30 years ago, with issues of biodiversity and conservation biology coming to the forefront in the early 1980s.

The first significant event is the Pacific Salmon Treaty was signed in 1985, required the identification of specific stocks in mixed-stock salmon fisheries, which in turn led to the application of newly-developed genetic research methods to salmon and an increased understanding of their genetic diversity. During this time, key science papers on conservation and environmental events were published and there was a growing environmentalism.

The second, paragraph 354, this emerging concern for biodiversity culminated on the international stage with the signing of the **UN Convention on Biological Diversity** in 1992 at the Rio de Janeiro Earth Summit. David Bevan and Marc Saunders spoke about the **Convention** being a major driver for the development of the Wild Salmon Policy.

Over to paragraph 355. And in the late '80s and early '90s we saw the beginning of this decrease in sockeye and other Pacific salmon species productivity, and corresponding management actions by DFO to restrict outer marine fisheries, reduce exploitation rates, and move progressively towards a more conservative approach in fisheries

management. Brian Riddell, Dr. Riddell, spoke about this move to protect "weak" stocks was perhaps best exemplified by DFO's response to the 1998 "coho crisis" by reducing the exploitation rate to zero.

In this context of declining productivity and exploitation rates, that a more precautionary and more conservative approach to fisheries management was reflected in the 1998 New Direction Policy document.

So I'd like to focus on that document this morning. If we can put page 51 of our submissions. This is a section that I'll now run forward, talking about policy development at DFO. And this section, "What is a Policy?" paragraph 194. DFO manages fisheries in accordance with a series of policies developed to provide guidance on numerous and complex issues. They provide a framework for decision-making, but they do not fetter the Minister's discretion under s. 7 of the Fisheries Act.

Over at paragraph 196, we set out that policies come in a variety of forms, depending on the audience and intent of the policy. And as Sue Farlinger and David Bevan spoke about, there's several different terms used by DFO in the development and presentation of policies. For example, a "discussion paper" is often written to help facilitate consultation. Once consultation has been completed and a policy is approved, it's often called a "vision", "reform", "new direction" or "framework".

So with that brief overview of policy, if we could turn over the page to paragraph 202 at page 53. What we say is that the development of DFO policy, there emerges four key policy themes, and that is (1) conservation, (2) sustainable use, (3) consultation and decision-making, and (4) collaboration and co-management.

It's not in our written submissions, but Exhibit 1924 is an exhibit that Sue Farlinger entered, where she divided DFO's policies into those four themes, and we suggest that's a helpful place for you to organize DFO's policies around those themes.

And I note it's not in our written submissions, but Exhibit 1923 and 1923A was the

large chart that we prepared of all of the Treaties, Acts, Regulations and Policies, Programs 3 and Procedures, and you have a hyperlinked disk to assist you with that. 5 So these four policy themes, then, are 6 captured in the 1998 paper "A New Direction for 7 Canada's Pacific Salmon Fisheries", which 8 described conservation as the primary objective 9 for managing the wild salmon resource. And as 10 I've stated, the impetus for that was 11 conservation. 12 I think it's helpful for us to look at these 13 12 broad principles that are set out in New 14 Direction. So I'm wondering if, Mr. Lunn, we 15 could go to Exhibit 32. And if we could go to page 5. And, Mr. Commissioner, I thought -- this 16 17 policy is still in effect. This is the 18 Conservation -- the New Direction Policy, and I 19 thought it would be helpful just if we could 20 briefly look at these 12 policies. So the first one: 21 22 23 Conservation of Pacific salmon stocks is the 24 primary objective ... 25 26 So there is it, front line and centre, it's the 27 number 1. 28 If we go down to Principle 2: 29 30 A precautionary approach to fisheries 31 management will continue to be adopted. 32 33 So again, tying it back to the international 34 Convention. 35 The Principle 3: 36 37 Continue to work toward a net gain in 38 productive capacity for salmon habitat... 39 40 So the importance of habitat. 41 Principle 4: 42 43 An ecological approach will guide fisheries 44 and oceans management in the future. 45 46 And we can see that with Deputy Dansereau's 47 testimony about the importance of ecosystems

management that's being implemented now. 1 Over the page to Principle 5 at the very 3 bottom: 4 5 The long term productivity of the resource 6 will not be compromised because of short term 7 factors or considerations - tradeoffs between 8 current harvest benefits and long term stock 9 well-being will be resolved in favour of the 10 long term. 11 12 We can see that principle continuing to exist 13 through the Wild Salmon Policy and other 14 management decisions today. 15 Over the page to Principle 6: 16 17 All sectors - First Nations, recreational and 18 commercial - will use selective methods to 19 harvest salmon. 20 Selective Fishing Policy comes from this. 21 Over the page to Principle 7: 22 2.3 24 First Nations requirements for food, social 25 and ceremonial purposes will continue to have 26 first priority after conservation 27 requirements. 2.8 29 Principle 8: 30 31 Whenever possible, the recreational fishery 32 will be provided with more reliable and 33 stable fishing opportunities. 34 35 And then over the page to Principle 9: 36 37 The commercial fishery will be a more 38 diversified (less dependent on salmon) and 39 economically viable sector, better able to 40 withstand fluctuations in the cycles of the 41 resource and the market. 42 43 And we've heard about the decline of the share 44 that commercial salmon has in the commercial 45 fishery. 46 Over to the next page, Principle 10: 47

Clear, objective and relevant information on major issues requiring decisions will be provided to the public with sufficient time and opportunity for review, comment and feedback. Periodic review of progress and achievements will be initiated to facilitate accountability for the sound management of the salmon resource and its habitat.

Clearly this comes out, you can see in the Wild Salmon Policy these principles resonating throughout what DFO does.

Principle 11:

Government and stakeholders will together be responsible and accountable for sustainable fisheries.

So that all partners work together to ensure a sustainable fisheries.

And over the page, Principle 12:

Enhanced community, regional and sector wide input to decision making will be pursued through a structured management and advisory board system.

Which ends up kind of being the IFMP process that is developed.

So this is back in 1998. It's a core document, a Policy, and I just thought it would be helpful to suggest that those principles are certainly alive and well in that Policy today, but can assist the Commissioner in making your report and recommendations.

If I could then go back to our written submissions at page 54, and that would be paragraph 204. So out of the New Direction paper, this committed DFO to developing a detailed set of operational policies for the management of the salmon resource, and what came from that was An Allocation Policy for Pacific Salmon (1999); Improved Decision Making (2000); A Policy for Selective Fishing (2001); and Wild Salmon Policy (2005).

So that's the start of the big important Conservation Policy.

We then in our written submissions talk about the four key themes and we break them down: conservation, sustainable use, consultation and decision-making.

I'll just flip through this because it speaks for itself, Mr. Commissioner. But under "Conservation" we talk about the Sustainable Fisheries Framework, and then over to page 55, Wild Salmon Policy.

Paragraph 210 we note the Pacific Salmon Revitalization Strategy initiated in 1996. That was a program with money involved, and that was a fleet reduction program through licence retirement. So it's just an important factual program.

And paragraph 212 we note important for conservation is the Policy for the Management of Fish Habitat.

And so those are the ones that fit together under that theme.

"Sustainable Use", at paragraph 215, we have the Policy for Selective Fishing in Canada's Pacific Fisheries. I note that a number of the participants in their submissions said that this however wasn't continuing. The program ended in 2002, but the policy continues.

So this is the policy, and we've summarized the five principles, and the main part really being with respect to selective fishing policy. We set out the five principles which I'll leave for you to read.

But at paragraph 217, we say it's the avoidance of non-target species is the best possible option in selective fishing, to not catch the bycatch. You only catch what you're after. And then the second next best option is to release non-target fish and vertebrate seabirds alive and unharmed. And so that — that is an ongoing policy today, and that affects decisions with respect to a move to more in-river fisheries, some of the directions with the share-based management, choosing beach seiners over gillnetters. You can see that that's a very important policy.

Moving down to page 58, the bottom paragraph, 222, we set out "Consultation and Decision-Making", and the key policies there. Much of those at paragraph 224 relate to Aboriginal

 consultation,

I'll focus a bit on paragraph 226. DFO initiated an independent review of their decision-making with the University of Victoria. And that resulted in a Framework for Improved Decision-Making -- that's right, 226.

And at 227 the goal was to establish a framework that's more open and predictable with decision-making. And this established the IHPC committee, the Integrated Harvest Planning Committee flowed out of that.

Paragraph 229 we summarize the guidance provided to DFO with respect to A Framework for the Application of Precaution in Science-based Decision Making About Risk. So paragraph 229, that's the Treasury Board policy that the government — that applies to all of government. And that provides guidance on application of precaution to decision making about risks of serious or irreversible harm where there is lack of full scientific certainty.

Paragraph 230 is the DFO policy, and that's A Fishery Decision-Making Framework Incorporating the Precautionary Approach. So this policy is to — how to incorporate the precautionary principle in harvest strategies. So if the Treasury Board is about decision-making, the DFO one is about how to incorporate that into harvest strategies. So it's more operational.

Now, sticking on paragraph 230, Mr. Commissioner, David Bevan, when he spoke about the precautionary approach, said this is DFO's policy on the precautionary approach, but it doesn't apply to salmon because of the lifecycle of salmon. It's such a short life, they go out and they come back, and they only spawn once. So he said DFO's response to the precautionary approach is the Wild Salmon Policy. They needed to write a very separate and specific policy to address precautionary approach just for salmon, and they did that.

So you can see we have the international, we have Treasury Board, and we have DFO, all talking about precautionary approach, and for salmon it's the Wild Salmon Policy. And I've jumped, but that's in our submissions at page 106, paragraphs 364 to 367. I won't take you there.

1 If you go over the page to page 61, we've got this fourth theme of "collaboration and co-3 management, and we've listed the policies associated there at paragraph 232. So I'll leave 5 that. 6 But I would like to talk about paragraph 238, 7 "Pacific Fisheries Reform". So Pacific Fisheries 8 Reform was introduced in 2005, and I will like to 9 jump here to page 171 of our submissions, to 10 paragraph 581, to -- yes, thank you, Mr. Lunn. 11

this is a paragraph that describes the genesis for Pacific Fisheries Reform. The concept of sharebased management of Pacific salmon came into focus with the report of the Joint Task Group on Post-Treaty Fisheries. It's a document called "Treaties in Transition" commonly, in which an "individual transferable quota" was recommended as a way of improving the management and sustainability of the commercial salmon fishery. So that was pretty strong medicine, perhaps some people might say. The report of the First Nations Panel on Fisheries, commonly called "Our Place at the Table", opposed the further expansion of individual transferable quotas until First Nations interests had been addressed. That was the other significant document.

DFO's response to these two reports was the announcement of a fishery management reform initiative called Pacific Fishery Reform. And this acknowledges that more certainty and stability in the commercial fishery could be achieved through some type of share-based management, but that doesn't -- that's not a full explanation of Pacific Fisheries Reform, because this is in a Share-based Management section. But I just wanted you to highlight that Pacific Fishery Reform is a response to the treaty process.

So with that, if we can go back to page 62 and back to paragraph 238. So Pacific Fisheries Reform contains policies, principles associated with improving the economic viability and sustainable management of commercial fisheries; for addressing First Nations' interests in FSC fisheries, commercial access, and involvement in management; for ensuring all fishery participants enjoy certainty and stability; and for ensuring

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that participants are self-reliant, self-adjusting, treated fairly and equitably, and involved in decision-making. And then work has also been initiated with the recreational sector.

I go over the page then to paragraph 239. Pacific Fisheries Reform is intended to guide reform initiatives, and is the standard against which alternative approaches will be evaluated. This is -- Pacific Fisheries Reform is at Exhibit 269, and I thought we should perhaps look at this, also. Mr. Lunn, could you pull up 269.

So the five, if we could perhaps go to page 5. So this at the top of the page sets out "The Key Elements of Pacific Fisheries Reform", and then the key elements are "Improved Resource Conservation", so that's obvious. And then over to page 6, "Improved Certainty and Stability". This is all in relationship to making room for treaty. Page 6, "Nations' Place in the Fishery"; 7, "Shared Management Responsibility and Accountability", and then "Realizing the social and economic potential". So I just share these three points and draw your attention to them.

At page 22 of this document, this is not in our written submissions, but page 22 has a section titled "Reform and the Pacific Salmon Fishery". So this is again, salmon being different than the other fish in the se, it required its own special section to address under Pacific Fisheries Reform.

And so I just -- and so to here obviously we have to address conservation, defining catch shares is deemed to be important, and that's so that we can understand catch shares as between the various stakeholders.

Transferability, the bottom of -- middle of page 23 is important, to be able to transfer shares between the marine fisheries and possibly in-river fisheries, and to ensure that there can be some fairness and clarity with respect to any transfers that happen so that the various participants and stakeholders know what's happening.

Over the page, recreational fisheries have their place, and then co-management, this move towards co-management.

So I thought those were the two key policies that you should be alive to, and the themes and

the issues as you consider the task before -- before yourself.

If we could then go back to Canada's submissions, at paragraph 240 on page 63. The Pacific Integrated Commercial Fisheries Initiative, PICFI. So PICFI is not a policy, it's a program, and it had money attached to it and it will be sunsetting this coming July 2012. And it emerged out of Pacific Fisheries Reform. And it operationalized the themes and the policy directions set out there.

So the PICFI builds on the on the work under Pacific Fisheries Reform, and at paragraph 241, and it's aimed at establishing fully integrated commercial fisheries, where all commercial harvesters fish under common and transparent rules, with a higher standard of accountability for all resource users, and strengthened collaboration and cooperation. PICFI also supports British Columbia Aboriginal groups in integrated commercial fisheries to develop sustainable fisheries enterprises, and to increase Aboriginal groups participation in fisheries management decision making processes.

So I would now like to move to page 171 of our submissions, and this is sort of where are we today. If that was perhaps some of the building blocks of the policy to date, this section I will suggest sort of states where we are now, and go to 582. So this section, my colleague, Mr. Taylor, provided an overview. This section of our written submissions, and, Mr. Commissioner, deals with international allocation, domestic allocation, FSC, recreational, the IFMP process, and I thought I'd just focus a bit on the share-based management.

So at 582, DFO has an interest in moving to share-based management where it can be demonstrated it is feasible and effective in advancing the vision articulated in Pacific Fisheries Reform, that of a sustainable fishery in which full social and economic potential are achieved. We've set out the benefits there.

At paragraph 583, we just note the evidence that DFO has been working with willing commercial fleets and Aboriginal groups since 2005 to test alternative forms of share-based management

through demonstration fisheries.

And so the section there, "Why Demonstration Fisheries?" The reason why DFO uses demonstration fisheries, first, demonstration fisheries have been undertaken to test and evaluate share-based management before a recommendation to the Minister as to a more permanent implementation in the salmon fishery. So the ability of share-based management to deliver must be evaluated. And so that's why we have the demonstration fisheries.

Go over to paragraph 586. Second, while an share-based management approach has been enthusiastically embraced by some harvest interests, some in the commercial sector who are strongly opposed to it. And we talked about the evidence, the SCORE report, and the various sort of studies that have been done.

And then going down to "How do demonstration fisheries work?" at paragraph 588. DFO puts out annual calls for proposals for demonstration fisheries that are consistent with the visions and principles of Pacific Fisheries Reform. So again, the linkage back to the policy.

590, two different types of share-based management fisheries have been tested. Neither -- a decision has not been made.

If we could go over to page 175, we've got the "Evaluation of Share Based Management and Future Steps". We just note at paragraph 594, the pace of demonstration fisheries has been slow due to recent closures of the fisheries when there were the low returns, and that's hampered the ability of these demonstration fisheries.

And then over at page 176, we just note the testimony of Sue Farlinger, that:

A timeframe for the provision of DFO advice to the Minister on share-based management...has not yet been determined.

So with that policy overview, I'll just sort of walk you through then a few smaller sections in our written submissions and provide some highlights.

If you go to page 77, Mr. Lunn. So this section of our written submissions provides background material on the summary of key evidence

regarding the causes of the decline of Fraser River stocks. It's my own personal opinion, and this is not that contentious, given the evidence that's been led. Paragraph 287, I'll just move through this fairly quickly, just note some of the high points.

A consensus appears to be emerging amongst scientists that biophysical changes in the marine environment stand out as the most strongly inferred factors explaining the pre-2010 decline. And we heard this consensus coming through a variety of workshops and David Marmorek spoke about that.

If we could then go to page 80, paragraph 300. The Panel has also agreed that "multiple hypothesized causal mechanisms are very likely to be to be operating simultaneously and their effects may be additive, multiplicative (i.e. synergistic), or may tend to offset one another's effects", i.e., there was no one smoking gun found, that there were a number of factors. Mr. Marmorek spoke to that, as did the conclusions to the various workshops.

If we could then move to page 94. This now is a section -- actually, 93, perhaps we should look at page 93, Mr. Lunn, the entire page. It's a new section:

Summary of Key Evidence Regarding "the Current State of Fraser River Sockeye...and the Long Term Projections...'"

There's the chart of Fraser River sockeye productivity that we've had evidence about with the increased returns in 2010 and '11.

And I just note at the bottom there, page -paragraph 330, we just caution that it's important
to note that this graph represents all Fraser
sockeye and that there's an increased amount of
variation in productivity between Fraser sockeye
stocks. So that's an average of all the stocks.
So there's even more variation when you look at
the different CUs within that.

Now over to paragraph 332, we just note the important evidence that the decline in productivity for Fraser sockeye stocks corresponded with similar declines in productivity

for other sockeye salmon stocks. And that led to throughout the hearings comments from the scientists that not only do we need data and information about the Fraser River, but we also need that data and information from other rivers and other systems to be able to place the Fraser in context. So that's -- that was an important reminder.

And if we could go to page 97, please, Mr. Lunn. At paragraph 338, we've reproduced here the evidence of David Bevan, Associate Deputy Minister, where he spoke about the precautionary approach. And he commented that the maximum sustainable yield, which is an assumption that you can have a sustained yield of high level based on a higher level of population, that, well, we have rejected that as a reality, that this idea that lakes have a maximum sustainable yield that you can aim for, that that, due to the precautionary approach, has been rejected.

And then if we could move to page 102 at paragraph 351, we've just summarized the important evidence of Dr. John Davis, who spoke about his work internationally dealing with climate change, and that climate change is, of course, not just affecting Fraser sockeye. It is creating more uncertainty with respect to fisheries around the world. And that managers around the world must increasing account for these uncertainties in managing fisheries resources and ecosystems.

Now, over the page, Mr. Lunn, we have a new section to our submissions:

D. Summary of Key Evidence Regarding "Improving the Future Sustainability of the Sockeye Salmon Fishery in the Fraser River"

Now, at paragraph 353 and on, we summarize —oh, sorry, I started there, but this is about the Wild Salmon Policy, Mr. Commissioner. And if we could start at 357, paragraph 357. Here you'll see, Mr. Commissioner, that we note the connections between the Wild Salmon Policy and the New Direction Policy that I brought you to earlier. And so here we've taken the 12 principles from the New Direction Policy and we've linked them to the strategies and steps in the

Wild Salmon Policy. So you can see that the direction that was provided back in 1998 under New Direction has found its way into the Wild Salmon Policy in 2005: conservation as the first priority; continued adoption of a precautionary approach, et cetera. So we've done that linkage for you.

If we could then go to page 105, paragraph 359. And it's stating the obvious now, but Principle 1 of the Wild Salmon Policy states that, quote:

...[c]onservation of wild Pacific salmon and their habitats is the highest priority in resource management decision-making.

And while stock-specific management had been utilized by DFO since the 1980s, pursuant to the direction of the Pacific Salmon Treaty, the Wild Salmon Policy was a step forward in that it indicated with specificity what needed to be conserved, the genetic diversity as defined by the conservation unit.

If we could then go to paragraph 368, yes, and actually 367 above is the connection between the precautionary principle and the Wild Salmon Policy, and it expressly adopts the precautionary approach.

And then I just -- 368, in reviewing this, the Wild Salmon Policy has two benchmarks to ensure the conservation of salmon, not one benchmark, it's two benchmarks. And it's one between the red and the amber, and one between amber and red, and the two of them work together to ensure the conservation of the salmon and they require different steps to be taken. And so I'm just as a refresher, paragraph 369, the lower benchmark is intended to provide a buffer, not only above a minimum viable population level, but it's intended to allow for continued FSC fishing by First Nations on particular local conservation units, conservation permitting. So again it ties in conservation and FSC fishing.

So you can see this interweaving of conservation and treaty obligations coming together in DFO's policies as to how they're managing the fisheries, and it's those two core

aspects that are needed to be pulled together.

Over to page 108, paragraph 371, so here
under "Strategy 4", just note that the societal
views that may dictate one approach one day may
change very quickly, meaning that prescriptive or
top-down management decisions will quickly be out
of date. Pat Chamut spoke about that, Dr. Irvine
spoke about that. Even the notion of a single
"optimal escapement target" is a view from the
past -- optimal escapement is not something that
is stable over time. And these are part of the
reasons for this consultative approach to strategy
4 decision-making, to ensure that it's responsive,
it's an ongoing part of the management decisions.

And then page 112, paragraph 383, it's the "Pace of Implementation of Action Steps". And I just note in the middle of paragraph 383, the WSP states at page 35 and 36 of the actual Policy, that implementation will be phased in gradually, and it does not specify a timeframe for full implementation. It's this context that has set the pace. And Sue Farlinger in her testimony, the RDG said that:

The timelines for the implementation of all Action Steps contemplated within DFO in the early stages of implementation planning were, with hindsight, unrealistic.

Moving on, and, Mr. Commissioner, we've summarized the steps taken on each Action Step in the Wild Salmon Policy in our written submissions. I'm just taking you to highlights.

If we could go to page 118, paragraph 408. A number of the participants in their submissions said that no habitat status reports have been completed under the Wild Salmon Policy. And the evidence is that five habitat overview reports and nine partial habitat status reports were piloted prior to 2008. That was the testimony of Heather Stalberg. And then six habitat status reports have since been completed for the Somass, Bedwell, San Juan, Lower Harrison, Sarita and Cowichan/Koksilah systems.

If we could then move to page 122, paragraph 423. Mark Saunders spoke about the scientific foundation of Strategies 1 to 3 has nearly been

laid, and progress on those strategies will continue. Implementation is now at a tipping point where status assessment can begin and Strategy 4 implementation can begin. However, Strategy 4 is the most challenging Strategy to implement. That's just a reminder that much of the work to date has been on this background science of steps 1, 2 and 3, and much of that now is completing.

Over the page, paragraph -- the top of page 123. We filed in evidence Exhibit 945A, it's a large spreadsheet of 516 meeting days since 2005 that DFO has held that are relevant to aspects of implementation of the Wild Salmon Policy, including Strategy 4. That exhibit, you can click -- it's an active CD, you can click on it and you can -- it will take you to each of the agendas of those meetings and the minutes of meetings for 516 meeting days.

So a huge amount of consultation has been done on Wild Salmon Policy implementation, including Strategy 4.

The next section, "Work on Identification of Priority CUs". This is an issue that has been raised by a number of participants in their submissions.

At paragraph 426, to date, a methodology for identification of priority CUs presented to senior management has not been approved. However, in the absence of the identification of priority CUs as described in the WSP, DFO has in the interim prioritized the "stocks of concern", as identified in the annual Salmon Outlook. So we had evidence from Mark Saunders and others about how the Salmon Outlook is being utilized.

Paragraph 427. Interim prioritization on the basis of "stocks of concern" does not negate DFO's intention to identify priority CUs. DFO plans to re-initiate this process once the Grant et al working paper is complete. And there will be more information on her paper shortly, I'd expect.

And then finally, in addition, in 2009 the Strategic Directions Committee - I'm at paragraph 427 - gave support to the development of a "rapid assessment" methodology. A draft of that methodology and assessment since has been completed by Dr. Holtby and is currently

undergoing revisions. 1 So I note the time, Mr. Commissioner. 3 THE COMMISSIONER: Thank you. 4 THE REGISTRAR: The hearing will now adjourn until 2:00 5 p.m. 6 7 (PROCEEDINGS ADJOURNED FOR NOON RECESS) 8 (PROCEEDINGS RECONVENED) 9 10 THE REGISTRAR: Order. The hearing is now resumed. 11 MR. TIMBERG: Just for the record, Mr. Timberg, for the 12 Government of Canada. 13 14 SUBMISSIONS FOR THE GOVERNMENT OF CANADA BY MR. 15 TIMBERG, continuing: 16 17 MR. TIMBERG: I have one correction from a statement earlier this morning at page 63 paragraph 240. 18 19 The written submissions state that PICFI sunsets 20 in July 2012 and that should read March 2012, the 21 end of the fiscal year. 22 And then if we could, Mr. Lunn, go to page 23 127, paragraph 438, and this is just to conclude 24 the section on WSP with respect to the status of 25 how WSP is presently being implemented in a 26 variety of ways, Sue Farlinger provided in her 27 testimony a list of the following points: 28 29 decisions about harvest rates that 30 specifically protect weak stocks; 31 • more recent management decisions to utilize conservation units and their benchmarks 32 33 such as the Early Stuart sockeye and Cultus 34 sockeye; 35 A significant reduction in the harvest 36 rate; 37 • With respect to habitat, the implementation 38 of a risk-based approach and identifying 39 the pathways of effect; 40 • The development of a framework for habitat 41 reviews; 42 • The allocation of science priorities; 43 • Adjustments to account for in-river 44 mortality; 45 • Application of the Selective Fishing Policy; 46 47 • Demonstration share-based fisheries; and,

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• Demonstration in-river fisheries.

And so that's perhaps a helpful summary of how it's presently being applied.

At this point, Mr. Commissioner, I'll be switching to the topic of Aboriginal Fisheries, and I won't be following the written submissions as closely in this part of the oral submissions; however, I have arranged for Mr. Lunn to bring them up when I speak about a particular topic.

So this morning Mr. Taylor cautioned that this Commission should refrain from making rulings on law or findings of fact that affect the legal rights of participants. And in addition, the participants in this Inquiry have rarely had an opportunity to fully and completely test the evidence on many important issues. And with respect to the evidence of Dr. Douglas Harris, I'll use that as an example, he prepared a report and testified to the history of government regulation of the Pacific Aboriginal fishery, and while Dr. Harris is a respected academic and offered some useful evidence and historical context to the Commission, Canada respectfully submits that some of the historical and legal interpretations are controversial.

We set out in Canada's reply submissions, at page 66, at paragraphs 208 to 209 - I'm not sure if you could bring that up, Mr. Lunn - at that part in our reply submissions, we just note that the participants only had a few minutes to crossexamine Dr. Harris on his wide-ranging report on a topic that spanned a century or more and which summarized two books and numerous academic articles. In a trial proceeding there would have been an opportunity for full cross-examination and other expert evidence to balance the evidentiary record. We therefore respectfully submit that any submissions based on evidenced from Dr. Harris should be considered with caution and take into account the dearth of evidence before you on some of the issues he testified to.

Mr. Commissioner, as you indicated in your Interim Report last fall, it is important that your findings and recommendations are consistent with the existing legal framework, including the law with respect to Aboriginal and treaty rights.

And we submit that Policy and Practices Report #1, titled Aboriginal and Treaty Rights Framework, is a generally fair and accurate summary of the law in this area. We have some comments that we set out in our reply submission to that report that Mark East provided on the subject last October. So with that caveat, we recommend PPR1 to you.

So to discuss Aboriginal issues, we suggest that the Integrated Aboriginal Policy Framework from 2006 is perhaps a good place to start. And if we could go to page 138, paragraph 483 of Canada's final submission. So in this section, we describe how, in 2006, DFO developed the Integrated Aboriginal Policy Framework, and that's Exhibit 1187, as a guide for DFO employees "for the renewal of DFO's Aboriginal policies and programs, to provide strategic policy direction for the development of operational guidelines and programs, and to guide DFO in discussions and collaboration with other federal agencies, provinces, territories, stakeholders and Aboriginal groups".

And if we go to paragraph 484, here we describe how the Framework provides a vision or a theme to guide DFO's role in managing Aboriginal fisheries by:

- Supporting healthy and prosperous Aboriginal communities through building and supporting strong, stable relationships;
- Working in a way that upholds the honour of the Crown; and
- Facilitating Aboriginal participation in fisheries and aquaculture and associated economic opportunities and in the management of aquatic resources.

So we suggest that this Framework provides an action plan with a number of strategies to attain this vision, and we will organize these oral submissions around these four points. So I'll now elaborate on these four points for you.

So first:

Taking into account Aboriginal and treaty rights, $% \left(\frac{1}{2}\right) =\frac{1}{2}\left(\frac{1}{2}\right) ^{2}$

The starting point for Aboriginal and treaty rights is the Aboriginal Fisheries Framework, and we've set that out at page 143, starting at paragraph 494 of our submissions. And here the Aboriginal Fisheries strategy was developed in 1992 to address several objectives related to Aboriginal groups and their access to fisheries resources, including:

- Improving relations with Aboriginal groups;
- Providing a framework for the management of Aboriginal fisheries in a manner consistent with the 1990 **Sparrow** decision;
- Greater involvement of Aboriginal groups in the management of fisheries;
- Increased economic returns from Aboriginal participation in commercial and other economic opportunity fisheries.

So the AFS continues to be the principal mechanism supporting development of relationships with Aboriginal groups. It includes consultation, planning and implementation, and development of capacity to undertake fisheries management, stock assessment, enhancement and habitat.

Annually, DFO enters into approximately 100 AFS agreements with approximately 170 First Nations in British Columbia. The AFS is an ongoing program with annual national funding of approximately 35 million dollars. Of that, in 2009, approximately 20 million was allocated to the Pacific Region; 14 million for the cooperative management activities; and 6 million for the allocation transfer program.

I'd like to now discuss the FSC allocations. Starting at page 145 of our submissions, paragraph 501, we discuss DFO policy with respect to FSC allocation and harvest under the Aboriginal Fishing Strategy, and this received some attention in the evidence before the Commission.

And before we move into that, I'm wondering, Mr. Lunn, if we could have PPR18 brought up at page 45. So Mr. Commissioner, this Figure 9, this map shows the percentages of Canadian Fraser River sockeye caught by sector from 1992 to 2009. And this chart demonstrates that Aboriginal FSC and pilot sales are economic opportunity fisheries in

the early 1990s, we're dwarfed in comparison to the commercial fishery, but in more recent years, particularly 2007, 2008 and 2009, the FSC harvest took virtually all of the Canadian total allowable catch. So that's a helpful figure to see the relationship.

The next figure is Figure 8 at page 44, the previous page, and this graph tells the same story in a different way. It demonstrates how, as a sockeye total allowable catch declined since the early 1990s, the brunt of the conservation measures have been borne by the commercial fishery, which includes the Aboriginal economic opportunity fishery. You can see that the FSC sockeye harvest, which has priority in law, has remained relatively stable.

So the next point, when we think about FSC, and the point there is that we can see that FSC remains stable and when there are years of low return it encompasses almost the entire fishery and, in some cases, is the entire fishery.

The next point is questions about how FSC allocations are determined. Throughout the hearings we heard from Aboriginal groups, needs for increased food, social or ceremonial, FSC, fisheries. And the evidence is that allocations are not set on a per capital basis. It's not a per capital allotment. Canada's submissions on this point are set out at - if we could go back to our submissions, at page 145, paragraph 502 - the evidence is that FSC allocations represent a negotiated outcome, taking into account the Aboriginal groups' interests and needs, as expressed by the group itself, and considering a number of factors, including:

- 1. Population size;
- 2. Recent historical harvest levels;
- Availability of other stocks or species;
- 4. Preferences and fishing capacity of the group in question.

Another issue that came up is, is there a definition of what is food, social or ceremonial allocations? And in response to questions from Commission Counsel during the hearings, the

evidence of Kaarina McGivney was that DFO does not have an approved definition of food or social or ceremonial purpose fisheries. Rather, consistent with the concept that FSC allocations are negotiated based on the group's needs and interests, DFO provides one allocation for Aboriginal groups to distribute as they see fit. This approach respects the reality that each community's needs and preferences will differ. And I won't take you there, but we have further information on this topic at our reply submissions at page 81.

A third point that came up during the hearings was concerns that FSC allocations are sufficient. Some witnesses representing Aboriginal groups testified that their community's FSC allocations under the Aboriginal Fishing Strategy were insufficient for their needs.

The evidence shows that allocations were initially negotiated in the early 1990s at the start of the Aboriginal Fishing Strategy, and that these allocations have remained relatively stable over time, as we've seen in the chart we've just looked at.

Some Aboriginal groups complained that these allocations were inadequate, and this was a particular concern with the Pacific Fisheries Reform process that I spoke about earlier, in 2006. So as a result of the Pacific Fisheries Reform, DFO developed a framework for evaluating, among other things, increases in FSC allocations. And so this framework provides a standardized set of guidelines and criteria for DFO officials to assess such requests in a consistent and transparent manner. There are a number of document relating to this Framework in evidence, but we guide you to Exhibit 1226 and Exhibit 1227 being the most assistance to you. And more detail can be found in our submissions at paragraphs -let me just go 503 to 507.

A fourth issue that's arisen is changes to FSC fishing areas. Considerable evidence was provided about DFO's policy of licensing FSC harvests in areas consistent with Aboriginal groups' traditional fishing areas. Some groups in coastal areas sought opportunities to harvest migrating Fraser sockeye stocks in areas outside

of their traditional fishing areas. Most notably are the Heiltsuk Tribal Council submissions to which Canada has responded in some detail in our reply submissions. And I just note that's at pages 89 to 92 of our reply submissions.

But as noted above with respect to changes to the fishing area, DFO has developed a detailed evaluation framework to assess requests for harvesting in a different fishing area. DFO takes such requests seriously, requiring evaluation of harvest management impacts, consultation with other First Nations potentially impacted by any such decision, so the whole overlapping territory issue, and ultimately sign off by the Pacific RDG.

Barry Rosenberger testified that this policy is commonly referred to as the adjacency principle, and it's important for the orderly management of the fishery, particularly where the harvest for all four general runs of sockeye are already fully subscribed. Although DFO is criticized for lacking flexibility in the application of this policy, such requests for changes to fishing areas are best addressed in the pre-season harvest planning process.

If we could then go, Mr. Lunn, to page 141, paragraph 486, this is a section of our submissions on consultation. So another area where DFO takes into account Aboriginal and treaty rights through its consultations with Aboriginal groups, and at paragraph 490 we note that in 2004, prior to the Supreme Court of Canada decisions in Haida and Taku River, DFO had produced a document titled, "Consultation Framework". That's Exhibit 594. So among other things, this document observes that:

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In the context of consulting with First Nations, the term "consultations" is often understood to be the sum of a series of interactions, both formal and informal, or an ongoing process built around a relationship, rather than one specific consultation "event".

So that was back, prior to Haida/Taku.

What we'd like to emphasize is that DFO officials engage with and consult with Aboriginal

groups on a range of levels, from formalized comanagement arrangements and high level strategic policy forums, to meetings, letters, teleconferences, e-mails and informal discussions.

If we could just roll back to paragraph 47, Barry Huber testified to the importance of consultation in the work of DFO area office staff and how a significant amount of DFO officials' time and resources are devoted to consultations bilaterally with Aboriginal group sand engaging with Aboriginal organizations in the variety of consultation processes.

Most consultations occur from the Pacific Region area offices throughout B.C., but there's also a consultation secretariat that sort of coordinates these consultations. Sue Farlinger entered into evidence Exhibit 1926, which is the DFO public calendar of events, which provides the date, the meeting and the minutes of consultation. So that's a unifying place and a public place to keep track of the various consultations.

Paragraph 491, Mr. Lunn, and 492, we just note that the consultation framework has been updated with more recent consultation guidelines, including the Consultation with First Nations: Best Practices, and that's Exhibit 596. And we also have the government-wide document, Aboriginal Consultations and Accommodation, at Exhibit 1212.

In meeting its legal obligations to consult with Aboriginal groups, DFO typically is required to consult bilaterally with Aboriginal groups. In some circumstances, Aboriginal groups have aggregated to have an organization represent their legal rights and the interests collectively, but this is likely the exception rather than the rule. In most cases, Aboriginal groups have insisted on retaining a bilateral consultation relationship with the Crown. This is a reality that DFO must respond to, but it is an onerous one.

Barry Huber testified about the difficulties inherent in consulting on a regular basis with over 200 B.C. First Nations, and how it's an unsustainable demand on resources when budgets are under pressure. DFO is, therefore, very interested in encouraging and supporting Aboriginal groups to collaborate in order to consult with DFO collectively. And for your

reference, that was Barry Huber's testimony from June 30th, page 99 of the transcript.

We heard evidence about recognizing rights and determining strength of claims. There was evidence that DFO should explicitly recognize Aboriginal groups' Aboriginal rights and title, or treaty rights where appropriate, including rights to fish for economic purposes and the right to manage the fishery. We respond to this evidence in our reply submissions at page 71 and 72.

Existing Aboriginal and treaty rights are, of course, recognized and affirmed pursuant to s. 35 of the *Constitution Act*, 1982. I just note that DFO does not have a mandate within the Federal Government to recognize the Aboriginal or treaty rights of a specific group. This mandate rests with the Department of Aboriginal Affairs and Northern Development of Canada. And as I will discuss in a moment, the policy response to this mandate is the B.C. treaty process.

After the **Sparrow** decision, DFO responded on a policy basis with the Aboriginal Fishing Strategy and the **Aboriginal Communal Licence Fishing Regulations**, which provide Aboriginal groups with priority access to fish for FSC purposes, and also provides some economic opportunities and support for co-management activities.

As I'll discuss shortly, DFO facilitates and supports Aboriginal participation in commercial fishing, again on a policy basis.

So going back to this issue of strength of claim assessment, the strength of Aboriginal groups' legal claims will vary and, inevitably, they will overlap and may conflict with rights asserted by other groups. Aboriginal rights are not generic in scope or content; they are fact and site specific. Each group's rights will vary depending on the factual context. Determining the nature and scope of an Aboriginal groups' Aboriginal or treaty rights claims would require historical, ethno-graphic and legal analysis.

As a result, engaging Aboriginal groups on a strength of claim basis would be inherently divisive. DFO is attempting to develop stronger relationships with Aboriginal groups and involving DFO in disputes about overlapping and conflicting

rights claims would be antithetical to that goal. Barry Huber testified that in his daily engagement with Aboriginal people and groups, he's never been asked to assess a group's strength of claim or to make decisions on that basis.

Ultimately, DFO would prefer that Aboriginal groups resolve issues of conflicting rights amongst themselves. This is consistent with testimony from the Aboriginal witnesses and from the First Nation Panel on fisheries report "Our Place at the Table". And that's Exhibit 493, and that was their recommendation number 3.

The next theme I'd like to talk about is the B.C. treaty process. Canada's submissions on the B.C. treaty process are found in our submissions at paragraphs 539 to 547. The negotiation of modern treaties, including the negotiation of treaty fishing rights, has been and remains Canada's primary policy response to Aboriginal claims to Aboriginal rights and title. treaties in legal effect provide allocations for Fraser sockeye: the Tsawwassen treaty and the and Maa-nulth final agreement. A few other agreement with specific Fraser sockeye allocations, such as, for example, the Yale and the Sechelt, and perhaps others, may come into effect in the next few years.

We've heard some evidence about the benefits of the Tsawwassen treaty, with Chief Kim Baird in particular, commenting on how the management and self-government provisions have created more certainty around the Tsawwassen's rights, roles and responsibilities in managing its fishery.

Modern treaty negotiations under the auspices of the B.C. treaty process began in the early 1990s, contemporaneous with the establishment of the AFS. Indeed, the AFS and other policies have been considered a bridge to treaty.

If we can go to paragraph 548, as we discuss paragraphs 548 to 550, it has become evident, however, that the treaty process is complex and a long-term process and that most Aboriginal groups in B.C. will not be entering into final agreements in the near to medium term. While the Government of Canada, including DFO, remains committed to negotiating treaties in the B.C. treaty process, DFO recognizes that Aboriginal programs outside of

treaty need to be established on a more permanent basis and, importantly, integrated with the goals, objectives and outcomes of the ongoing treaty process.

This realization resulted in the Coastwide Framework policy development process, which is summarized in the Aboriginal Fisheries Framework document, which, for your assistance, is Exhibit 1426. The work on the policy initiatives described in this document has been generally deferred pending the outcome of the Cohen Commission and consideration of the Commission's final report and recommendations.

One aspect of the Coastwide Framework is being used, that being the allocation endpoints for salmon and non-salmon species. The actual percentage number is a Cabinet confidence, but we heard evidence from Kaarina McGivney that the percentage represents an allocation endpoint for all salmon species for both FSC and commercial purposes. The purpose of the endpoint is to ensure that the allocations fixed in treaty agreements leave room for all Canadians to continue to participate in the fishery.

The endpoint does not prescribe allocation endpoints for specific species or sockeye stocks. Therefore, there remains considerable flexibility in specific negotiations with Aboriginal groups and organizations to agree on an appropriate mix of salmon species and sockeye stocks, in accordance with the criteria outlined previously. Moreover, as Ms. McGivney articulated, the allocation endpoint is a target to be managed as an average over a number of years because, as recent harvest levels indicate, in low run years, Aboriginal FSC harvests will account for a significant proportion, and sometimes all, of the total allowable catch.

The next point I'd like to cover is the Boldt decision and model. The Boldt decision has been espoused by some of the witnesses as an allocation and co-management model for the Commission to consider in British Columbia. And in our reply submissions, pages 82 to 83, paragraphs 260 to 261, we make some observations about the Boldt decision and the allocation model.

First, the Sto:lo-Cheam submission errs in

referring to the trial judgment of Judge Boldt, who ruled that Washington State tribes had a treaty right to 50 percent of the fishery "after" meeting its needs for subsistence and ceremonial purposes. This aspect of the judgment was ultimately overruled by the U.S. Supreme Court. The U.S. Supreme Court says that the 50 percent "includes" the tribe's subsistence and ceremonial needs into the 50 percent share. And then, most importantly, the U.S. Supreme

And then, most importantly, the U.S. Supreme court was explicit in ruling that the treaty and non-treaty fishers hold "equal" 50/50 share in the fishery. In other words, the Washington State tribes, outside of their reserve lands, enjoyed no general priority of harvest over other fishers in the state. It was 50/50. There was no priority of FSC over the commercial fishers.

So I emphasize this as an important difference between the Boldt model in Washington State and the Canadian constitutional framework and jurisprudence, where FSC fishing is accorded a priority. And we note that the report of the First Nations panel, "Our Place at the Table", recommends that 50 percent of all fisheries in B.C. should be transferred to Aboriginal groups for economic purposes. That's their Recommendation #2.

The FSC allocations, according to the Our Place at the Table report, would not be included in this 50 percent allocation for economic purposes. That's their Recommendation #1.

Moreover, the First Nation Panel envisioned 50 percent as a starting point, noting that Aboriginal groups may be able to establish Aboriginal rights or title to a greater share of a particular fishery.

So we point this out to illustrate that any recommendation in favour of the Boldt allocation model in B.C. must also consider how that model would adapt to Canada's different constitutional and legal framework.

The third theme is supporting increased Aboriginal participation in co-management of aquatic resources. So the role of Aboriginal groups in the management of the Fraser sockeye fishery has been a major theme of these hearings. We've set that out in our submissions, beginning

 at page 148, paragraph 512.

From DFO's perspective, effective co-management arrangements with Aboriginal groups are essential as a means to manage the fishery in an efficient and effective manner with limited financial resources. Separate co-management arrangements with 130 individual Aboriginal groups would be obviously inefficient and unsustainable in terms of financial and human resources.

DFO witnesses were, at times, questioned to describe DFO's vision for co-management with Aboriginal groups. There are some aspects of co-management that are immutable for at least the foreseeable future, the most important of these being the authority of the Minister of Fisheries and Oceans, and the role of DFO as the overall manager of the fishery, a role recognized by the courts in **R. v. Nikal**, Supreme Court of Canada, paragraph 101.

Barry Rosenberger also testified that an essential feature of any co-management structure is one with clearly defined roles, mandates and responsibilities.

You have heard and will hear more about ideas and models for a co-management with Aboriginal groups. However, from DFO's perspective, a co-management process or arrangement, to have credibility, must be developed by agreement. It's for this reason that DFO funded processes for dialogue between DFO and Aboriginal groups, such as the Forum on Conservation and Harvest Planning for Fraser Salmon, and related Roadmap process.

Another factor to consider when reviewing the participants' general and specific recommendations relating to co-management is the reality that Aboriginal groups in the province are not unified politically, nor in agreement on their respective interests and objectives. This is perhaps not surprising considering that some 130 Aboriginal groups harvest Fraser River sockeye salmon in marine areas, the lower Fraser, and in upper terminal fishing areas.

We've often heard at these hearings it's for Aboriginal groups to resolve their differences themselves. For example, the First Nations Coalition submission at paragraph 692 stated that. DFO can and does assist with financial and

administrative support to facilitate dialogue and develop the technical and managerial capacity necessary to make such dialogue meaningful.

And we have programs such as AAROM and PICFI which encourages Aboriginal groups to work together for the better management of the fishery. AAROM is currently funded as an ongoing program with Pacific Region, receiving between six to seven million annually out of a national budget of over 11 million. And DFO provides AAROM funding to AAROM bodies through a contribution agreement. And as of 2009, there were 18 AAROM agreements, representing 123 British Columbia Aboriginal groups with 6.2 million in annual funding.

Numerous bodies and organizations discussed at this Inquiry are supported by AAROM funding and from other DFO programs. These include the First Nations Fisheries Council, the Fraser River Aboriginal Fisheries Secretariat, the Inter-Tribal Treaty Organization, the First Nations Caucus to the Pacific Salmon Commission, Aboriginal representation on the Integrated Harvest and Planning Committee, the Upper Fraser Fisheries Conservation Alliance, the Lower Fraser Fisheries Alliance, and several other organizations and groups.

Ultimately, these processes, like the forum in the Roadmap, the challenges and difficulties inherent in achieving a workable co-management regime with approximately 130 Aboriginal groups can be worked through and resolved. This will, in turn, ideally enable First Nations to have mandated representatives appointed to important Tier 3 bodies and organizations, such as the Integrated Harvest Planning Committee, Fraser River Panel, and Pacific Salmon Commission.

The fourth theme is to provide for increased Aboriginal participation in integrated commercial fisheries and economic opportunities. We've heard extensive evidence about the various programs that DFO has to encourage greater Aboriginal participation into an integrated commercial fishery. We start this at page 161, paragraph 551 of our submissions.

And to summarize some of these programs, we have the Allocation Transfer Program as a component of the AFS. From 1994 to the present,

177 salmon licenses were acquired at a cost of over 19 million dollars. Currently, the Pacific Region of DFO receives between four to six million annually to fund the Allocation Transfer Program, of which a portion goes to acquiring salmon licenses.

Certain Aboriginal group sin the lower Fraser.

Certain Aboriginal group sin the lower Fraser have access to economic opportunity fisheries, which are communal commercial fisheries, authorized for under the *ACFLR*s, the *Aboriginal Communal Fishing Licence Regulations*, and part of the AFS.

The Pacific Integrated Commercial Fisheries Initiative, PICFI, I was talking about earlier, and one of its goals is to provide, and with greater access, to diversify commercial fishing opportunities. 115 million of the PICFI budget allocated over five years is dedicated to acquiring a variety of fisheries access to be provided to Aboriginal groups. As of December 2010, DFO had expended approximately 70.5 million related to relinquishment of 314 licenses, including 151 salmon licenses. And I note that another 43 salmon licenses were acquired in the same period through the Allocation Transfer Program.

Finally, PICFI funds have been used to purchase licenses to support in-river demonstration fisheries, the purpose of which is to explore the economic viability of an in-river commercial fishery for sockeye and other salmon species. Canada's submissions on this can be found in our final submissions at paragraph 560.

The concept of an in-river fishery, if viable, is consistent with DFO's Wild Salmon Policy, New Directions Policy we discussed this morning, and Pacific Fisheries Reform. It also potentially provides socioeconomic opportunities to Aboriginal communities in the Interior of the Province. It also fits well with DFO's interests in moving towards a share-based fishery, where it can be demonstrated that it is feasible.

So DFO clearly understands that this work of exploring in-river demonstration fisheries is exploratory and, at some point, must be proven to be viable and self-sustaining. At present, results are mixed and more work is required.

Those are my submissions on the Aboriginal rights. I have a few comments to make in respect to Canada's reply to the various submissions of the other parties. Mr. Lunn, if we could go to the first paragraph of Canada's reply submissions.

I just wanted to highlight that in the first paragraph we just note that the participants' submissions affirm the widespread interest in British Columbia and the Fraser sockeye resource. The submissions also reflect the Participants' often divergent perspectives on issues related to Fraser sockeye and its habitat. The Participants' submissions helpfully set out these divergent perspectives, they frame the issues differently, and serve to both educate and inform us.

If we could go to page 4, paragraph 9. Mr. Commissioner, we noted in the variety of the participant submissions three cross-cutting issues that arose throughout. The first is overescapement, and we summarized the parties that have made arguments with respect to overescapement being a likely cause of long-term decline of Fraser River sockeye. And we respectively suggest there's some errors in the submissions, largely of omission, regarding the topic of over-escapement.

So paragraph 10 we just set out a brief summary of what we consider the important evidence that should be considered when over-escapement is considered. So we just note at paragraph 11, Technical Report #10 by Dr. Randall Peterman, he concluded that:

Our results do not support the general hypothesis that efforts to rebuild Fraser populations in recent years may have resulted in over-spawning, thereby causing substantial declines and productivities for these stocks.

Paragraph 12 we note that David Marmorek, the author of *The Cumulative Impacts*, agreed with that assessment.

Paragraph 13, Dr. Brian Riddell, on December 1st, 2010, clarified that, although there is finite carrying capacity in lake environments, there is no evidence that at very high levels of escapement the number of juveniles produced

crashes.

Paragraph 14, again, David Marmorek, the *Cumulative Impacts* principal author, compared the analysis of Dr. Walters and Dr. Peterman, and he said:

So they're both excellent fisheries scientists. But what we have here is one very detailed report by Peterman and Dorner describing all their methods, on the other hand we have an e-mail with a graph in it. So I think that if you're going to have an apples-to-apples comparison, what you really need is a very detailed description of exactly the methods that Dr. Walters used. Because I found in many previous cases that unless you know exactly what data and methods they're using, it's very hard to compare the conclusions.

And then finally, paragraph 15, the DFO Science Workshop from April of this year concluded that density dependence and delayed density dependence likely contributed to reduced productivity in a number of stocks but are unlikely the cause of the widespread declines observed within and beyond the Fraser River. And as I recollected, they said it was only really in the Quesnel Lake where that was observed.

The second cross-cutting theme is Ecological Benefits and Economic Viability of Inland Commercial Sockeye Fisheries. And paragraph 19, I think the main point, and it ties back to the reality of mixed stock fisheries, given the importance of biodiversity, managing coastal mixed stock fisheries to harvest Fraser sockeye is very challenging. I think that's the one thing we all aren't -- and that harvesting at exploitation rates appropriate for large, productive CUs, or even those with average productivity, will result in the over-harvesting of less productive CUs. They're all swimming together, and that's the big problem to protect biodiversity. Over time, that could result in the extirpation of some CUs, and the reduction in resilience and production from all Fraser sockeye CUs. So we just note that as a factual element of how the fish return, that much

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of what DFO does manages to accommodate that to ensure conservation.

So at paragraph 20, the move towards terminal areas is seen to be one method amongst many to try to protect the weaker CUs. And at this point, DFO understands that moving towards terminal fisheries is exploratory and that more work is required, but it's certainly a tool in the toolbox.

The third cross-cutting issue is DFO's capacity to consider and weigh social and economic issues. And here we just outlined the role, at paragraph 23, of socio-economic analysis in decision-making central to Strategy 4 of the WSP, and to a variety of policies that need to consider that. And we just highlighted here, at paragraph 26, that before socio-economic analysis can be completed, DFO sometimes undertakes pilot projects to acquire data and develop a more thorough determination of what alternative approaches for doing such analysis would require in terms of resources, and to assess and the implications for stakeholders. So again, there's ongoing work with the share-based management fisheries and the in-river fisheries.

I'll let our reply speak for itself. There's a few cases that I'd like to just comment on that a few of the participants have raised. could move to page 44 and paragraph 77.

I'd just note that the Conservation Coalition stated, at paragraph 2 of its submissions, as follows:

The Precautionary Principle has been expressly accepted into Canadian jurisprudence by the Supreme Court of Canada in 114957 Canada Ltée.

And we just note that in the paragraphs that the decision referred to, the Supreme Court of Canada only discusses whether the precautionary principle may have become a norm of customary international law, without concluding that it has. The court notes that its interpretation of the statute at issue in that case respects international law as a precautionary principle.

And if we could go to page 34, paragraph 114. The Conservation Coalition Recommendation ii.2

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states that:

Ensure that decision making occurs in as transparent a fashion as possible by suggesting that Ministers must give full reasons for decisions such as the listing of CUs under SARA.

We just note that the power to decide to list or not list a species under the Species at Risk Act is conferred on the Governor in Council by the Act under 27(1). And further, the Act already requires that the Minister publish the reasons for any decision either to not list a species or to refer the matter back to the Committee on the Status of Endangered Wildlife in Canada under s. 1.2

If I could just then go to page 43, this is the submissions of the West Coast Trollers Area G Association, and so here's an example of a divergent perspective. These submissions, under paragraph 136, their submission is that they contend that the purpose of the Fisheries Act and other Federal statutes and treaties is to provide yield (harvest benefits) not conservation of fish per se. And then they cite a number of cases.

And we disagree with that. We note that, in paragraph 137, we say it's unnecessary for you to consider these issues in order to fulfil your mandate and we say your mandate does not include an exercise of constitutional interpretation.

For your assistance, at paragraph 140, we just have summarized the court decisions, the Fisheries Act and other relevant statutes that confirm that conservation efforts are a valid exercise of the Minister's discretion. And so we've got R. v. Robertson in 1882, Fowler in 1980, R. v. Sparrow in 1990, and they're all confirming that it's clear that the value of conservation has long been recognized.

I'll leave that for you. And those are our submissions.

THE COMMISSIONER: Thank you very much.

MR. TIMBERG: They're my submissions. Mr. Taylor is going to continue.

SUBMISSIONS FOR THE GOVERNMENT OF CANADA BY MR. TAYLOR, continuing:

MR. TAYLOR: I'm going to pick up where I left off at about 11:30, and I'll explain that in a moment. But just before that, Mr. Commissioner, I'm just, partly for myself, doing a time check. It is 2:55, in rough terms, and by my count we have 35 minutes left. Ms. Baker's agreeing with me. In that regard, and just to let the Province, who are next up, I may even be less than 35 minutes.

When we left off, I was in an area of our final submissions that is part of a section we have starting at around page 176 on instilling confidence and trust and various means to do that. And before I left off I had covered confidence and trust amongst the parties with regard to in-season management, and I had also, in that regard, referred to clear rules for sharing the harvest and so forth, of Fraser sockeye.

I'll now turn to confidence through compliance with fishing regulations, and we deal with that at pages 179 to 181 of our written submissions. In my submissions, I'm not asking or saying that you need to turn up these sections, I'm simply going to make my oral submissions and leave the written text with you. I may occasionally refer to particular paragraphs, but that's simply to anchor you as opposed to necessarily having you go to them.

So Mr. Commissioner, compliance, voluntary and enforced, must occur in any regulated activity. That's a given. With that, voluntary compliance is best and that, in turn, entails education, it entails reasonable and transparent measures or rules, and it entails objective and reasonable enforcement. And if you have those things, you've gone a long way, in our submissions, to having buy-in and, thus, voluntary compliance. And that is an objective that DFO seeks to achieve. It's a good way to proceed, in our submission, and it's a way to proceed that is an efficient use of resources. There was some talk of patrols and foot power and whether you have a fisheries officer at every turn or whatever. That's not possible, given the geography, given the nature of the activity. You

just can't do that.

So voluntary compliance is very important. And Fisheries, in my submission, is making considerable headway in that regard, and that can be compared to what the situation was seven or 10 years ago, and there is evidence on that.

DFO has a three-pillar approach to compliance and that is set out on page 179 in paragraph 607 of our oral submissions. But shortly stated, Pillar 1 is education and stewardship sorts of activities; Pillar 2 is patrol; and Pillar 3 is intelligence-based enforcement.

In enforcement, technology is more and more necessary and the way to go. Mr. Bevan, in his evidence, in the last panel at the end of September, spoke to this at fair length. Technology, in our submission, can better monitor the situation or assist people power or people resources to monitor the situation than not having it or having foot power alone. Technology makes the work of staff more efficient, more accurate, and easier. And it is the case, cost efficient, and I've already spoken to this, that that is an important consideration.

In all of this, there needs to be databases that talk to each other, interrelate and so forth, and those are all things that are considered important and we leave them for you for your consideration and deliberation of the evidence and in ultimately making recommendations.

There is, further, the need to have confidence through reliable data on spawner abundance, and we deal with that at pages 181 through 185 of the written submissions. It's there in the text and I'm going to leave that with you. I don't think I need to take you through it. You, of course, have and will continue to read it in time.

Next, there is confidence through reliable catch data, and that's dealt with at pages 185 through 190 of Canada's final submissions. This is an obvious area where there needs to be confidence built. If each user group doesn't trust the catch data of the other user group, and you've heard some evidence about that, you've already got a problem, and it's therefore necessary to have reliable data and transparency

so that each group can understand how the data or the catch information for the other group is collected.

Still work to be done in that regard, you've heard evidence on that, some headway is being made, but it's an area where it's important to have reliable information so that you can instil confidence. DFO is working towards efficient and effective technology and useful recommendations in this area amongst others would be very informative.

Now, at pages 190 to 198, we deal finfish aquaculture, and I want to turn to that now, if I may. As an overview, and saying this, firstly, aquaculture and disease are two of the most highly contentious topics in which the Commission has heard evidence. And that's not surprising in that these two topics have been - that is, aquaculture and disease - have been flashpoints for controversy in British Columbia for years. Mr. Commissioner, have heard something of the history of aquaculture and, in particular, finfish aquaculture, but there's also shellfish aquaculture, that finfish aquaculture in British Columbia which, shortly stated, seems to have come into British Columbia in and around the late '70s, early '80s, and started up with what might be considered mom and pop sorts of operations, very small companies. There's still a few of those around, but not so much in the finfish.

And then things went along and through the '90s and then into the 2000s, and in particular in about the last two to three years there's been huge consolidation in the industry and over 90 percent of the finfish farms, now, are with four companies I think it is. There had been tens or even close to 100 companies at one point in time way back.

So there's been quite a change, and the long and the short of it is, it's no longer, and hasn't been for some time, a mom and pop sort of operation, but rather, it's huge, efficient, large conglomerates that are running it, and people will have opinions about that, but what it leads to is that huge capitalization and sophistication, professionalism and ability to run things in a business-like, professional manner. What's

important, of course, is the fish health and guards that are in place against any problems that might arise.

We address aquaculture, as I say, not only in the pages that I've referred to in the final submissions, 190 to 198, but we also deal with it in pages 13 to 23 of our reply, and 28 to 30 of our reply, where we provide some submissions in reply to the Aquaculture Coalition's submissions and the Conservation Coalition's submissions.

Now, both the Province and the B.C. Salmon Farmers address aquaculture and disease in detail in their final submissions and replies, and the Aquaculture Coalition and the Conservation Coalition deal with aquaculture and disease in some detail in theirs. They will all speak to that, of course.

With regard to the Province and the B.C. Salmon Farmers Association, we're content to leave the detail for them to make submissions on, and I'm not going to go into a huge amount of detail in my oral submissions. I expect they will, and I'm content to rely on what they have to say about disease and aquaculture in oral as well as some of their written.

Having said that, to the extent if either the Province or the Salmon Farmers say something against Canada, I should not be taken as having agreed to it to that extent. They've got a significant amount of time that they can devote to those topics in their oral submissions. We, of course, overall have a lot of time, but not a lot of time for any one topic.

Aquaculture and disease are two separate, and they should be kept separate, but overlapping topics. And they were, of course, heard as a matter of evidence, one after the other, before this Commission.

In terms of disease and aquaculture and science, these are two areas where science really comes into the fore. You've heard from DFO Sciences and scientists from other organizations about disease and aquaculture, you've got the technical reports #1 and 1A, which are on disease, and you've got the four Technical Report 5s. Two of them are, if you like, the substantive reports, Dr. Noakes and Dr. Dill.

The scientists have provided, those scientists as well as DFO scientists, Dr. Johnson, Dr. Jones, Dr. Miller, Dr. Garver, Dr. Shepert, there's Dr. McKenzie of one of the fish farm companies, Dr. Marty of the Province, there's others that I've missed, but the scientists, each and every one of them, have provided to this Commission their best professional scientific opinion on matters within their respective expertise.

In our submission, the Commission should place great weight on what the scientists say, testifying within their respective expertise. a lot of areas the scientists agree, and I'm going to leave it to the salmon farmers and the Province to speak to much of that, but I want to give, as an example, that the disease science, or the disease panel of scientists on the 22nd and 23rd, Drs. MacWilliams and Johnson and Kent and Stephen, I think it was, and the technical report scientists on August 25, 26, 29 - if I said "October" 22, 23, I meant August, for disease but the Technical Report 5 scientists on August 25, 26, 29, all agreed - some had a couple slight nuances - but they all agreed that the sea-bottom fallout and sea lice are unlikely contributors to the 2009 poor return or to pose a real threat to sockeye as a population.

Some participants will nip around the edges on some of those topics, but they are really off the table as a cause. And so that's an example, in our submission, of where scientists agree.

Now, why aren't those things a problem? Well, they're not a problem, or not a cause of the decline, largely because, well, if there — they could be a problem, but they're not a problem because of proper husbandry and fish health management. Proper husbandry and fish health management are practiced and so the fallout and the sea lice have been put to rest, if you like, as an ongoing problem.

And furthermore, in relation to that, in disease and other potential problems, generally monitoring, testing and enforcement is very important in having a robust, regulatory regime that provides for that, and a strong industry that practices that is very important and, in our

submission, you have ample evidence that those things exist.

Again, Mr. Commissioner, I urge you to rely on the expert evidence that scientists have brought forward on these and other matters. Much of what is put in evidence and much of what is talked about call for specialized knowledge and the application of sound science to the question at hand.

You will be urged by some participants to reach conclusions on scientific matters that are based on what I will refer to as selected evidence or emotion or soap box material. But again, I think and submit to you that objective, professional science opinion is what is to be given the greatest weight. At the very least, statements and propositions based on selected evidence or emotion or soap box material needs to be put up against the expert science opinion and conclusions and tested against that. These scientists, of course, are experts in their fields and have years of training, experience, research laboratory work behind them.

I want to spend a few moments, now, on the work of Dr. Kristi Miller. Dr. Kristi Miller's work on genomic signature has come to the fore in this Commission. It's important work, it's novel work, and it remains to be seen where it will end up, but it is promising work and it is to be encouraged and is being encouraged.

But one of the things that's occurred with Dr. Miller's work is that some participants have and will continue to urge upon you that Dr. Miller has concluded or found or reached conclusion on any number of things or viruses of all sorts. And before Dr. Miller testified, long before she testified on August 24 and 25, some participants had stated in this hearing and outside this hearing, but in this hearing, that she had found any number of things.

When Dr. Miller testified, she gave evidence that she hadn't found or concluded many of the things that was being said she had or should have. She has a hypothesis, her hypothesis has altered course based on changes in what she's finding as she moves forward with her work. The fact is that there are hypotheses and theories, but it's a work

 in progress and remains so and what will come out the other side is yet to be known. But again, it's important, it's novel and there is promise in there.

Dr. Miller has pointed out that she is not a virologist. Dr. Kyle Garver, another scientists who I haven't mentioned yet, but Dr. Kyle Garver, a DFO scientist, gave evidence as well. Miller relies on Dr. Garver for the virology side of things, and Dr. Garver gave a number of pieces of important evidence, but one of the things he said is quoted on page 196 of our final submissions in paragraph 678, and it's from his evidence on August 24th. You may recall this, Mr. Commissioner, but he was being pressed to agree that all sorts of things were being found or should be concluded from what Dr. Miller and he are doing, and he said, at one point, and I'm going to read it, because I think it's very important, Dr. Garver testified:

As a scientist, I'm really concerned with all the speculation that's going on here. We have a parvovirus sequence. We don't have it linked to a disease. We don't have it linked to mortality. We don't know how it's transmitted. We don't know if it causes disease. We don't have any pathology associated with it. So if we're sitting around discussing scientifically hypothesis, this is fine, but if we're actually trying to get to some answers, it's pure speculation.

And I refer to that because of the important message that's contained in there, not only for the specific thing that Dr. Garver was speaking of, but generally, that there's a tendency by some to jump ahead of what science supports. Hard as it may be, science takes time and there will be twists and turns and dead ends and so forth. That's science. But we should let the scientists do their work and, importantly, pay attention to what their opinions are and give weight to them. And what we should not give weight to is the submission that "X" is true because the media says so or because there's selective evidence that you can put this and that together and ignore other

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things and come to this conclusion.

I'd now like to turn to science inside of government. There has been a suggestion by some in the questioning, and I think there's going to be in the submissions to follow us, that science could or should be done in part or in total outside of DFO or the science branch should be walled off somehow from the rest of DFO or DFO managers.

Now, before proceeding on this, it is certainly the case that multiple organizations should do science and universities and industries and non-governmental organizations and others are perfect to do science and should do science. we're really talking about, here, is the science that is then used by Fisheries managers to make decisions. And Fisheries managers don't only need to have regard to DFO science, but the immediate question is: Should DFO Science Branch provide science advice to government or should someone else?

No one seems to suggest that DFO scientists are not competent, and it is my submission that they're extremely competent, extremely professional, and they are thoroughly objective. Some participants seem to suggest, though, that in one way or another DFO scientists are not independent and/or they're swayed by political consideration, but that overlooks and ignores the evidence. The DFO scientists and DFO professionals -- DFO employees, as I say, are thoroughly professional, objective and hardworking, and there's ample evidence from the senior managers that they find DFO Science and the advice provided by scientists of immeasurable value, and they don't seek to influence what that advice should be. It is one factor in decisionmaking, it's an important factor, but the advice comes as the scientists view it should be, or what the scientist's best opinion is.

I want to speak to the Morton decision of the B.C. Supreme Court which, of course, led to a regulatory regime change in British Columbia for finfish aquaculture, where it moved from the Provinces having the lead role in regulatory control to the Federal Crown having it and, as you know, it is only in British Columbia, at this

time, that the Federal Government has the lead 1 role in regulating finfish aquaculture, and it is because of the Morton decision. 3 4 Some participants suggest that aquaculture 5 should be managed outside of DFO and/or portions 6 of aquaculture regulation and control should be 7 managed outside of DFO. The fact is that the 8 Department of Fisheries and Oceans is the 9 department of government that is mandated to deal 10 with fisheries and, specifically, the fishery 11 powers under 91(12) of the Constitution Act, 1867. 12 As I'm launching into Morton here, which this 13 particular part will take me a few minutes, I see 14 it's 3:15. Do you want me to carry on or stop for 15 a few minutes? 16 THE COMMISSIONER: We could take a break at this point, 17 Mr. Taylor. 18 MR. TAYLOR: All right. 19 THE REGISTRAR: The hearing will recess for 15 minutes. 20 21 (PROCEEDINGS ADJOURNED FOR AFTERNOON RECESS) 22 (PROCEEDINGS RECONVENED) 23 24 THE REGISTRAR: Order. The hearing is now resumed. 25 THE COMMISSIONER: Mr. Taylor. 26 Thank you, Mr. Commissioner. MR. TAYLOR: 27 2.8 SUBMISSIONS FOR THE GOVERNMENT OF CANADA BY MR. TAYLOR, 29 continuing: 30 31 I was dealing with the *Morton* decision and MR. TAYLOR: 32 simply pointing out that, firstly, DFO is the 33 department the government mandated to deal with 34 fisheries, and the Morton decision did conclude 35 that finfish aquaculture is a fishery, so it's 36 properly within the mandate of DFO. It's 37 paragraphs 154 and 155 and 156 in the Morton 38 decision that I particularly rely on, but there 39 Mr. Justice Hinkson did say, amongst other things: 40 41 I conclude that the fish which are reared in 42 finfish farms -43 44 -- it's almost a tongue-twister, for me at 45 least --46 47 - that are reared in finfish farms on the

coast of British Columbia are either a part of the overall British Columbia Fishery or are a fishery unto themselves. In either case they fall under the jurisdiction of Parliament under s. 91(12) of the **Constitution Act**, 1867.

That, of course, only takes it as far as putting it into the Federal domain, but given that they are a fishery like other fisheries and DFO is the department handling fisheries, they, like wild fisheries, are within the Department and properly so.

Now, there are some who will say that the -what's sometimes characterized by people as the promotions side of aquaculture be put in another department, but in our submission it's important to understand what it is that DFO is doing. is not marketing or a marketing arm for the aquaculture industry. DFO provides support. Sometimes that's economic support, sometimes it's informational and advisory support, sometimes it's partnering and providing information to outsider support, but DFO does that with any number of stakeholders and people in the fishery, including the commercial fishers and including First Nation fishers and so forth, so there's no reason why they wouldn't be engaged in some of that support sort of activity, including economic support for the finfish aquaculture.

DFO, of course, aims to be even-handed with the various stakeholders and participants in the various fisheries that it is engaged with.

Next are the Project 5 technical reports. I largely leave that to what's in our written material and in what the salmon farmers and the Province say and will, in oral submissions, say, but in my read of those reports and the evidence that the experts gave, particularly Dr. Noakes and Dr. Dill, Dr. Dill does put some caveats around some of this, but in the end he mostly agrees, and where there is disagreement, we think that Dr. Noakes is to be preferred. They conclude that overall salmon farms pose no significant threat to the Fraser sockeye, and salmon farming has not caused the decline in the Fraser sockeye productivity, and we deal with that in and around

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paragraph 672 of our written submissions.

The reason why they don't pose a significant threat is, again, as it is with sea lice and the bottom fallout, is that there is good fish husbandry and fish health management regimes and monitoring and an enforcement regime in place. And those are important things, I say, again. Those are areas that, in my submission, it's important to focus on in this Commission, and the alternative, extreme approach of pulling everything out of the water, is not necessary.

As to the new regulatory regime, the one that came into being for finfish aquaculture as a result of the Morton decision in December of 2010, firstly, I point out, as is in the evidence, that this was developed over a very short span of time. It's quite something to go from zero to a full regulatory regime, and it's not surprising that there would be a heavy draw on the regime that was in place through the Province before that. you've heard evidence that the Federal Crown, in their regulatory regime, have changed a number of things. And this is not to be critical of the Province by any means, but it is to say that when you have something and you take responsibility and you can see what's gone before, you can identify where you might add to it.

They've added transparency and there is the public reporting on websites and increased calls for reporting from the companies that have to be given to DFO and, in turn, put on the websites, and there is the very robust, in my submission, conditions of licenses, or finfish licence that are pages and have to be complied with, and there is enforceability about that. Not only is there enforceability, but you've heard evidence from Brian Atagi and others that there is monitoring and inspection going on. Yes, they're ramping up, but that's to be expected, but yes, they've done a -- Mia Parker and Andy Thomson gave evidence on this, too, there's been quite a number of inspections done, and since they gave evidence, tens more have been done.

And it's our submission that DFO has done a darn good job in putting a new regime in place, the content of it, and getting it actioned and robust monitoring, inspection and enforcement

underway. Cert

Certainly the regime remains under review. It will be adjusted. Mr. Thomson, in particular, spoke considerably about this to fill any gaps identified, make adjustments, meet the new needs that might be identified, and in part because it's new and in part because it is still being developed, this, in particular, is an area where the work of this Commission will provide good information and ideas and suggestions and recommendations for DFO.

There is a suite of policy documents on multiple aspects of the regulatory regime. They're in evidence. They were put in, in the panel on the 30th, or 31st, I think it was, of August or thereabouts.

Finally, I'll speak briefly, well, almost finally, rather, I'll speak briefly to incentives and structures and supports to promote effective collaboration. You've heard a lot of evidence about collaboration and DFO has seen that as very important. Engaging with others and having them, if they will, agree -- give ideas to DFO and then agree on any number of things that DFO wants and gets input on.

DFO makes great efforts and devotes significant time and resources to engaging the stakeholders and others in engagement and consultation. Pages 198 through 208 of our written submissions we leave with you. We cover this off. But collaboration includes such things as integrated harvest management planning, integrated fisheries management plans, AAROM, habitat and stewardship processes, integrated salmon dialogue forum, the Roadmap process.

And in additional to collaboration, which is good in itself, but another aspect of collaboration is consultation, engagement and collaboration brings with it and it is the case, in any event, that it would be so, shared responsibility. Shared responsibility is key. It's not good enough for the stakeholders or any stakeholder to say, "We'll take advantage of the fishery, but we won't engage and take on responsibility." Stakeholders, industry user groups, have to engage and, for example, participate in new gear types and technology that

 will assist with conservation and avoiding bycatch and that sort of thing.

I now come to the conclusion of our oral submissions, Mr. Commissioner, and point out and acknowledge that the Commission, you, Mr. Commissioner, have a challenging and important mandate. Our aim, as I've said, has been to provide, in our written and oral material and throughout the course of the Inquiry, with information to your Commission Counsel and staff and witness interviews, and providing people who become witnesses, and it won't surprise you, of course, that there have been more people interviewed than there have been put on the stand, that's normal. Our aim has been to provide contextual information and to assist the Commission in its work. We have intended, in these written and oral submissions, to highlight what we consider to be the key.

I'm going to close, then, by leaving with you the following six elements, and this is set out on page 209 of our written submissions, so it's there for you to take away and read later as well. But the following six elements of the science-based management system that we see as very important to the future sustainability of the Fraser sockeye fishery, and they are, firstly - it's coming up now; thank you, Mr. Lunn:

- A clear conservation framework to guide the planning, consultations and work;
- 2) A strong scientific foundation;
- 3) To managing Aboriginal fisheries in an effective and respectful manner;

And I would add, "and in accordance with the applicable jurisprudence," of course. Fourthly, clear rules, and I've spoken to this before:

- 4) Clear rules for sharing the Fraser sockeye harvest, including means to avoid weak stocks, address First Nations' fishery aspirations, and improve the economic viability of the commercial fishery;
- 5) To instil -
- -- and this is what I've been speaking about most

1 recently --3 - instil confidence and trust among all 4 parties that Fisheries are being effectively 5 managed, regulations are complied with, catch 6 and spawner data is reliable, and finfish 7 aquaculture is effectively regulated; and 8 then, 9 6) Good and effective collaboration and shared 10 responsibility for future sustainability. 11 12 And again, on that last point, it takes everyone 13 working together, not being partisan, and using 14 and relying on sound science to ensure that we 15 have a robust and healthy fish stock. Those are Canada's oral submissions, Mr. 16 17 Commissioner. 18 THE COMMISSIONER: Thank you very much, Mr. Taylor. 19 MR. PROWSE: Mr. Commissioner, I note the hour. The 20 Province is prepared to commence submissions. 21 understand there's ample time in the schedule for 22 next week. Our preference would be to start on 23 Monday morning, but we're in your hands. 24 THE COMMISSIONER: Well, I'm content if you want to get 25 underway, Mr. Prowse. Either way, I'm content, frankly, but - I think my mike is probably off. 26 27 Is it off? I'm sorry. 28 MR. PROWSE: Monday's our preference then, Mr. 29 Commission. 30 THE COMMISSIONER: All right. 31 Thank you. MR. PROWSE: THE COMMISSIONER: Very well, then we'll adjourn until 32 33 10:00 a.m. on Monday morning. Thank you very 34 much. 35 THE REGISTRAR: The hearing is now adjourned until 36 Monday, November 7th, at 10:00 a.m. Thank you. 37 38 (PROCEEDINGS ADJOURNED TO MONDAY, NOVEMBER 7, 39 2011, AT 10:00 A.M.) 40 41 42 43 44 45 46 47

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.

Pat Neumann

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