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.

BC Securities Commission 701, rue West Georgia Vancouver (C.-B.)

Salle d'audience du 12e étage

Monday, November 7, 2011

le lundi 7 novembre 2011



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

Errata for the Transcript of Hearings on November 7, 2011

Page	Line	Error	Correction
ii		Appearance for BCSFA	Shane Hopkins-Utter
67	33 – 35	"Shifting the balance that most aquaculture companies	"Shifting the Balance" that most

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Tim Timberg

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

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")
Matt Keen

Alan Blair B.C. Salmon Farmers Association

("BCSFA")

No appearance Seafood Producers Association of B.C.

("SPABC")

Gregory McDade, Q.C. Lisa Glowacki 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")

Don Rosenbloom Area D Salmon Gillnet Association; Area Katrina Pacey B Harvest Committee (Seine) ("GILLFSC")

APPEARANCES / COMPARUTIONS, cont'd.

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")

No appearance B.C. Wildlife Federation; B.C. Federation

of Drift Fishers ("WFFDF")

No appearance Maa-nulth Treaty Society; Tsawwassen

First Nation; Musqueam First Nation

("MTM")

John Gailus 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 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")

Joseph Gereluk Métis Nation British Columbia ("MNBC")

Crystal Reeves

APPEARANCES / COMPARUTIONS, cont'd.

Tim Dickson Sto:lo Tribal Council

Nicole Schabus Cheam Indian Band ("STCCIB")

Laich-kwil-tach Treaty Society No appearance

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

No appearance Musgamagw Tsawataineuk Tribal

Council ("MTTC")

Lisa Fong Heiltsuk Tribal Council ("HTC")

Ming Song

Benjamin Ralston

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November 7, 2011/le 7 novembre 2011

THE REGISTRAR: The hearing is now resumed.

THE COMMISSIONER: Good morning. Just before the Province gets underway, I wanted to deal with the ruling on the motion by Canada dated November 4th, 2011.

On Friday, November the 4th, 2011, counsel for Canada, supported by counsel for the Province and counsel for the B.C. Salmon Farmers
Association, asked me to rule that the following paragraphs be struck out of the written reply submissions made by the Conservation Coalition, the Aquaculture Coalition, and the Heiltsuk Tribal Council:

- (1) Conservation Coalition, paragraphs 19, 33, 34, 35, 40, 41 and Recommendation J;
- (2) Aquaculture Coalition, first two sentences of the second paragraph on page 4; and
- (3) the Heiltsuk Tribal Council, paragraphs 23, 24, 25 and 26.

Counsel for Canada challenged these paragraphs on the basis that they referred to facts not in evidence relating to the possible presence of the infectious salmon anaemia (ISA) virus, in several Pacific salmon. The paragraphs were said to be prejudicial in that the submissions would be posted on the Commission's website and would therefore be available to the public.

I have now reviewed the challenged paragraphs.

Some of the identified paragraphs in the submissions do make reference to media releases on the ISAV issue, which are not in evidence.

The submissions of the Conservation Coalition and the Heiltsuk Tribal Council expressly refer to the fact that these media releases are not in evidence and urge the Commission to take steps to

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MR. TYZUK: The three of us will be making submissions this morning. I will focus on the Terms of Reference, the Aboriginal right to fish, and

put the supporting documents and information into evidence.

Reply submissions were due by 4:00 p.m. on November 3, 2011.

At the end of the day on November 3, 2011, Commission counsel advised all participants that the Commission plans to convene a two-day hearing in mid-December to put new information about the possible presence of the ISA virus in British Columbia on the Commission's record. As such, the Commission's intention with respect to the treatment of the new information on the possible presence of the ISA virus in British Columbia was not known to the participants at the time they submitted their reply submissions.

To the extent that statements in the submissions make reference to facts not already in evidence, these statements appear to be based on information already in the public domain. such, I see no harm in allowing the submissions to be placed on the Commission's website in their present form.

The submissions themselves are not evidence, and to the extent the submissions rely on facts not in evidence before this Commission, such submissions will not be entitled to weight.

Participants will be able to further address the ISAV issue when hearings on the issue are convened in the future, at which time evidence will be brought into the Commission's record.

Therefore, the reply submissions of the Conservation Coalition, the Aquaculture Coalition and the Heiltsuk Tribal Council may be posted on the Commission's website in their current form.

And now I will ask the Province to step forward.

Good morning, Commissioner. Boris Tyzuk MR. TYZUK: appearing for the Province of British Columbia. With me are Clifton Prowse and Tara Callan. We have 90 minutes.

SUBMISSIONS FOR THE PROVINCE OF BRITISH COLUMBIA BY MR. TYZUK:

related issues, and recommendations. Ms. Callan will deal with aquaculture and diseases. Mr. Prowse will deal with related evidentiary topics and concluding remarks.

Initially, I will refer to our written submission of October 17, 2011, pages 12 to 17. Thereafter, I will turn to our reply submission of November 3, paragraphs 2 to 35, to deal with the Aboriginal right to fish and related issues, and conclude with our written submissions at pages 20 to 26. And, Mr. Lunn, if you could bring up the written submission of October 17th at page 12, please.

First of all, the Province would like to thank the Commissioner for granting the Province standing and the opportunity to participate in this federal inquiry established pursuant to the *Inquiries Act*.

The Province has cooperated with Commission counsel throughout these hearings. A number of present and former provincial employees were interviewed, and a total of 12 present and former provincial employees testified before you. In addition, the Province has disclosed a significant amount of relevant documentation, as requested by Commission counsel, or pursuant to your rulings.

We think that the Commissioner has succeeded in conducting an inquiry that has in most respects encouraged broad cooperation amongst the stakeholders. To that end we commend the Commissioner, Commission counsel and the various participants.

The evidence shows that the sockeye fishery contributes to the provincial economy. The preliminary estimates from the 2010 run indicated that the landed value of the sockeye fishery was approximately \$90 million, and the Fraser River sockeye fishery contributed significantly to that total.

Mr. Commissioner, I will be using the term "interest" or "interests" in my submissions, and I use this term in the broadest sense. We are not equating one interest necessarily with another.

Many groups, often with varying interests, are involved in the Fraser River sockeye fishery, including First Nations, commercial fishers, recreational fisheries, and environmental groups.

The federal government, and more particularly the Department of Fisheries and Oceans, is charged constitutionally with managing the fishery. of this makes the management of the fishery more challenging, yet this points to the need for all parties who have an interest in the Fraser River sockeye fishery to work together for the common goal of having a sustainable fishery now and for future generations. This theme of an inclusive fishery and the involvement of all interested parties in the management of the fishery with the federal government as the central authority managing the fishery, will be expanded upon in the Province's discussion of suggested recommendations.

I'll now turn to the first point, which is the mandate issue at page 12. Actually, Mr. Lunn, if you go to page 14.

MR. LUNN: Thank you.

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46 47 MR. TYZUK: The Province's first main point is that this is a federal Inquiry and the Terms of Reference clearly focus on the policies, practices and procedures of DFO. Therefore any recommendations from the Commissioner should focus on DFO and other federal Departments, as required.

At pages 15 and 16 we have the Terms of Reference, and Item "B" notes that the Commissioner is to consider the policies and practices of the Department of Fisheries and Oceans with respect to various aspects of the sockeye salmon fishery.

Item "C" requires you to investigate and make independent findings of fact, and Mr. Prowse will deal with that matter in his submissions.

And "D" directs you to develop recommendations for proving the future sustainability of the sockeye salmon fishery in the Fraser River, including, as required, any changes to the policies, practices and procedures of the Department. Clearly a focus on DFO.

That the focus of the inquiry is the federal government was evidenced in the habitat and management hearings where on April 4, 2011, Commission counsel stated the following at pages 44, lines 40 to 46:

As you appreciate, Mr. Commissioner, this is

a federal Commission of Inquiry and the terms of reference obviously focus, and in particular, on DFO and the federal government. As will be apparent, in particular in this PPR [number 8], the focus is very much on DFO and the federal government

The Terms of Reference do not ask you to make any -- to consider the policies, practices and programs of the provincial government, or to make any comments on that. It's not surprising. This is a federal Inquiry, commissioned by the Governor in Council. Therefore, we submit, that given the Terms of Reference and their focus on DFO policies, practices and procedures, your recommendations should be directed at DFO and, as necessary, other federal Departments.

Our second point deals with the Aboriginal right to fish. Mr. Lunn, if you could turn our reply submission and paragraphs 2 to 35.

Our second point concerning the Aboriginal right to fish, concerns the various recommendations made by First Nations participants that in effect ask you to make findings with respect to Aboriginal rights and title, or the scope of the Aboriginal right to fish or recommendations in relation to that. Our position is as follows.

There is no mention of Aboriginal rights and title in your Terms of Reference.

Secondly, this is a very complex and controversial area of the law, and this commission is not the proper forum to make any findings or rulings concerning Aboriginal rights and title, or make recommendations that Aboriginal rights and title be recognized.

Thirdly, we say that there is settled law which the Commissioner can turn to with respect to considering the Aboriginal right to fish.

At paragraph 3 of our submission, we refer to your interim report of October 2010 at page 10, wherein the following is stated:

The legal landscape within which this Commission operates has changed as well. This change will require a consideration of

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the Aboriginal right to fish under section 35 of the Constitution Act, 1982, ...

As well as other things.

The Province submits that this consideration of the Aboriginal right to fish should not go so far as to include making any specific rulings or findings with respect to the scope of Aboriginal title or the Aboriginal right to fish or with respect to treaty rights, or with respect to any particular First Nation.

We refer to paragraph 4 of our written submission of October 17 -- sorry, page 18, at paragraph 4, where we comment on the fact that the Terms of Reference do not include any reference to Aboriginal rights and title, and the fact that this is not the forum to do so.

We would also note that in submissions of Commission counsel on October 25, 2010, when we were considering PPR1, the following was stated:

> Commission counsel agreed that although your terms of reference do not direct you to make any findings of Aboriginal rights and title, that an overview of this area of the law may be helpful in providing contextual background for the factual information yet to come.

In paragraphs 5 and 6 of our reply submission, we also submit that you should not make any recommendations with respect to requiring DFO or the federal government to recognize Aboriginal rights and title. Because in our view, in doing so, you would be making implied findings of fact that there is indeed Aboriginal rights and title, or on the scope of that.

And we say at paragraph 7 that it would be inappropriate for you to do so, given the nature of the forum and the fact that the testimony has come solely from witnesses chosen by Commission counsel or exhibits, including the paper, Exhibit 1135, submitted by Dr. Harris, and we will refer to that in more detail later in our submissions.

At paragraphs 9 to 13, we note certain general observations about the law concerning the Aboriginal right to fish and fisheries in general. Paragraph 9 we refer to the Nikal case and

note the need there for a balanced approach. As the court said in referring to the decision of the Ontario Court of Appeal in *R. v. Agawa*:

The exercise of rights by an individual or group is limited by the rights of others. Rights do not exist in a vacuum and the exercise of any right involves the balancing with the interests and values involved in the rights of others.

On this theme of balance, in a number of the submissions, reference was made to the Aboriginal perspective. We note the comments of Chief Justice McLachlin in the *Mitchell* case where she said:

...placing due weight on the aboriginal perspective means that such evidence be given equal and due treatment and further that evidence from aboriginal claimants should not be artificially strained to carry more weight than it can reasonably support.

At paragraph 11, in dealing with fisheries in general, we note the comments of the Supreme Court of Canada in the *Comeau's Sea Foods* case which PPR1 alludes to at paragraphs 31 and 32, where this is stated:

Canada's fisheries are a common property resource belonging to all the people of Canada.

And this is a theme which we incorporate in our recommendations, Commissioner, where we suggest that the fishery be inclusive, and that all interested parties be involved in the management of the fishery.

Finally, with respect to the management, we note this comment about the central need -- about the need for a central authority to manage the fishery, and in the **Nikal** case the court said this:

If the salmon fishery is to survive, there must be some control exercised by a central

authority. It is the federal government which will be required to manage the fishery and see to the improvement and the increase of the...

Stock of that fishery.

At paragraphs 14 to 17, we refer to the state of the law, and take issue with various submissions of the First Nations participants. We identify some of those aspects in paragraph 16 and we ask that you consider those later.

In paragraph 17 we set out our view that the various First Nations submissions provide little authority for many of the positions put forward as to the state of the law, especially on the scope of the Aboriginal right to fish.

Having said that there is a lot of controversy in the area, we just say at page 18, Commissioner, that there is settled law which you can use to consider the Aboriginal right to fish. That settled law includes the following:

- 1. Aboriginal rights are fact specific and First Nation specific.
- 2. The Aboriginal right to fish is not a property resource, nor does it convey any ownership of the resource.

And again cases are cited for this.

- 3. There has been no recognition of quantifiable levels of harvesting or sale.
- 4. There has been no recognition of jurisdiction over or a right to manage a fishery in the context of limiting or determining the actions of others, including non-Aboriginal fishers.
- 5. There has been recognition of aspects of internal self-regulation of fishing by Aboriginal communities, as described in the **Nikal** case.

And:

6. The components of the test for Aboriginal rights...

Are clearly defined. I refer to the **Van der Peet** case, and there are others.

I would note the recent Court of Appeal decision in the **Ahousaht** case when dealing with the issue of costs where our Court of Appeal commented that there were established legal principles in regard to Aboriginal rights, and that cases were fact driven. The Court referred to the "trilogy" of cases, Van der Peet, Gladstone, and N.T.C. Smokehouse as providing the legal framework for trial decisions in both the Lax Kw'alaams case, which is waiting a decision in the Supreme Court of Canada, and the Ahousaht case where the leave has been sought to the Supreme Court of Canada. It is interesting to note that in the Lax Kw'alaams case, the court found that there was no commercial right to fish, whereas in the Ahousaht case the court did find that there was a right to sale, albeit not on an industrial scale.

At paragraph 21 we submit that PPR1, the Aboriginal and treaty rights framework underlying the Fraser River sockeye salmon fishery, subject to the caveats the Province set out in its written submissions of October 19, 2010, and our oral submission of October 26, 2010, sets out in general a fair, accurate and balanced description of the existing law, and we submit that can be used by the Commissioner to consider the Aboriginal right to fish.

We do have some concerns about the more speculative aspects of PPR1, and we mention those in paragraph 22 of our reply submission.

In paragraphs 23 to 26 we highlights aspects of PPR1, including paragraph 36, which refers to the fact that Aboriginal rights are held by specific groups and can vary amongst the groups and are highly fact specific.

We also note paragraph 43 of the PPR which states as follows:

An Aboriginal right to fish, for example, is the right to the practice, custom or tradition of fishing (verb) as opposed to the

 right to fish (noun). This interpretation is supported by the Court's finding that although an Aboriginal right to fish may protect a traditional means of substance or pre-contact practice that was relied upon for survival, "there is no such thing as an Aboriginal right to sustenance or right to the fish themselves".

In paragraph 27 we set out examples of specific concerns we have to the various submissions of a number of the First Nations participants, and we leave those to you to review.

We next turn at paragraphs 27 and onward to the Dr. Harris paper. Because a number of the First Nations submissions, including those of the First Nations Coalition, the West Central Coast Salish First Nations, the Sto:lo Tribal Council and Cheam Indian Band, and the Heiltsuk, refer to Dr. Harris's paper and use it as evidence to support their claims for Aboriginal rights and title, or as a basis to make recommendations, we have set out our concerns about the paper.

Our main point is that the paper should not be used as a basis for any findings of fact or rulings.

We note that Dr. Harris is a respected academic and his paper does provide useful background on the various aspects of regulation of Aboriginal fisheries. However, the Dr. Harris paper was prepared at the behest of Commission counsel. It was not tendered as a legal opinion, nor did Commission counsel tender the paper as an opinion or an interpretation or application of domestic law to the facts discussed in the paper.

We refer to our objections with respect to the Dr. Harris paper concerning Indian Reserves, in particular, in our written submission of October 17th at page 18, and our cross-examination of Dr. Harris on June 27th at pages 23 to 33. Dr. Harris did not make any reference to the leading Supreme Court of Canada cases in **Nikal** and **Lewis** and we feel that this is a serious if not fatal flaw to his evidence.

Therefore, Commissioner, getting back to the comment in your interim report that you needed to consider the Aboriginal right to fish, we feel

 that PPR1, subject to the reservations that we have noted, provides you with a basis to do that.

Having said that, it is clear from the evidence that First Nations witnesses provided that First Nations have a long history and an interest and connection with the Fraser River sockeye fishery. Further, DFO is involved in many consultations with First Nations with respect to fisheries and fisheries management.

How First Nations should be involved in the management of the Fraser River sockeye fishery is a matter for which there has been considerable testimony.

One of the issues that DFO faces, we submit, is how to have effective and efficient consultation with First Nations and involve First Nations in fisheries management, given the complexity of the fishery, the number of First Nations involved in the Fraser River sockeye fishery. We have heard estimates of 130 or more, and those have varying interests, be they the intercept fisheries, the Lower Fraser fisheries, or those further upriver.

However, we say that there are other groups who also have interests in the Fraser River sockeye fishery, including commercial fishers, recreational fishers, and non-governmental organizations, and we feel that these should be involved in the management of the fishery. Our recommendations 2, 3 and 4, are based on this theme that the fishery be inclusive and the management of it include all interested parties.

Mr. Lunn, if you can turn to pages 21 to 26 of --

MR. LUNN: Thank you.

MR. TYZUK: -- our October 17 written submission.

Recommendation number 2 we have is that the DFO continue supports for the ISDF process. Exhibit 392 that was put in provides the Framework for the Integrated Salmon Dialogue Forum. It's a multi-party process involving representatives from First Nations, commercial fishers, recreational fishers, NGOs, DFO and the Province had some representatives there.

Wayne Saito on February 3rd commented on the value of the ISDF process, and indicated it was an opportunity to hear from all interested parties

and attempt to reach consensus before making policy decisions. 3 The witnesses on the May 12th panel, including Grand Chief Ken Malloway, Peter Sakich, 5 the chair of the Commercial Salmon Advisory Board, 6 and Colin Masson of DFO, all expressed support for 7 the continuation of that process. 8 We would be at pages 20 to 26. 9 MR. LUNN: Of the final submissions. 10 MR. TYZUK: Of the final submissions. 11 MR. LUNN: All right, thank you. 12 MR. TYZUK: There, yes. MR. LUNN: Okay, thank you. 13 14 MR. TYZUK: Thanks, Mr. Lunn. 15 Grand Chief Malloway, Mr. Sakich, and Mr. 16 Masson also agreed with the description of the 17 ISDF process at paragraph 18 of PPR12, where as a: 18 19 ... collaborative and inclusive opportunity 20 for all interested to work together towards a 21 fully integrated sustainable salmon fishery. 22 23 Another recommendation we have deals with the 24 Monitoring and Compliance Panel, which was one of 25 the panels that was formed out of the ISDF 26 process. 27 On a number of occasions we have heard 28 various witnesses talk about trust in each other's 29 numbers, and this is a key part of what the 30 Monitoring and Compliance Panel was aiming to 31 achieve. 32 There was support on the May 12th, from the 33 panel members again, Grand Chief Malloway, Mr. 34 Sakich and Mr. Masson, for the continuing work of 35 the Monitoring and Compliance Panel. Mr. Masson 36 specifically said this at page 73, lines 5 to 12: 37 38 ... I am a full supporter of the Monitoring 39 and Compliance Panel. I think it's only 40 really begun to scratch the surface. I think 41 that I have vision this group could do more 42 than we have touched on today. I think it's

And we note that Exhibit 429, which was DFO's Strategic Framework for Fisheries Monitoring and

resources and for the participants.

really useful for the department and for the

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Catch Reporting, was based on the work of the Monitoring and Compliance Panel.

And Exhibit 855 we refer you, Commissioner, to that exhibit, and the Strategic Approach at page 12 and the Summary at page 14.

Our third point on this is that the fisheries management process for the Fraser River should be inclusive and include all parties who have an interest in that fishery.

We would adopt the comments of Joseph Becker, a member of the Musqueam Fisheries Commission in his testimony of December 13, 2010, when he stated:

Fish are the responsibility of everyone who participates in the fishery.

He went on to say that all user groups should be involved in a management regime so that:

...there will be fish for the future, for our grandchildren.

And later we note, going on, at pages 24 and 25 some examples of third-party processes.

The fourth submission we have, Mr. Commissioner, is that DFO carry out its Action Plan with respect to certification of -- pursuant to the MSC process. The testimony of Rob Morley emphasized the importance of MSC certification to Fraser River sockeye. That's number 1, Mr. Lunn.

The draft surveillance report, Exhibit 1993, reported on the status of --

MR. LUNN: It's okay, I'm just trying to find the page. MR. TYZUK: Okay. It will be on page 20, Mr. Lunn.

MR. LUNN: Thank you.

MR. TYZUK: In general, that the MSC, that surveillance report stated that some conditions have been met. Others are expected to be met within two years. The analysis of some conditions is deferred, and that some additional action of DFO is required for other conditions.

Given the importance of MSC certification to the economic viability of the sockeye fishery, it's crucial that DFO fulfil these commitments as set out in the Action Plan, and therefore the Commissioner should include in his 14
Submissions by Mr. Tyzuk (BCPROV)
Submissions by Ms. Callan (BCPROV)

recommendations the need for DFO to fulfill its commitments under the Action Plan.

Our last recommendation, and Mr. Lunn, if now you'd go to page 26, this is number 5.

MR. LUNN: Thank you.

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MR. TYZUK: Is that the federal government should consider new fisheries legislation. This is a matter which is included as part of Canada's Business Plan, which is Exhibit 1930 at page 11, which says "Bring forward a new Fisheries Act".

PPR3 sets out an outline of what happened with the last three bills that went forward. No doubt the federal government would consider recommendations from this Commission with respect to proposed legislative or regulatory change.

Finally, Mr. Commissioner. any recommendations you make, we submit, should be practical and implementable.

Thank you. Now Ms. Callan will make submissions on aquaculture and diseases. THE COMMISSIONER: Thank you, Mr. Tyzuk.

SUBMISSIONS FOR THE PROVINCE OF BRITISH COLUMBIA BY MS. CALLAN:

MS. CALLAN: Mr. Commissioner, I will be addressing the topics of aquaculture and disease on behalf of the Province.

The Province will start its submission with the description of the former program, will outline the inspections conducted and the programs that were funded by the Province. I will then discuss the diseases that Dr. Kent considered high risk. I will then rebut the issues raised by the Aquaculture Coalition, including their disputes with the disease incident numbers, infectious salmon anaemia, plasmacytoid leukemia, and Dr. Miller's genomic signature. I will set out that the evidence in these proceedings does not support the Aquaculture Coalition's position on any of these issues.

Farmed salmon comprises 39 percent of the total value of seafood exports from British Columbia. It's worth approximately \$348.1 million in 2009, and directly and indirectly creates 6,000 jobs, and this reference is from page 18 of the Aquaculture PPR, so paragraph 18, page 12.

Prior to the transfer to the federal regime, the Province regulated aquaculture and conducted frequent inspections. It conducted between 110 and 120 fish health inspections per year. It conducted sea lice audits of 25 percent of all active farms per quarter, and 50 percent of all farms during the period of outmigration, and also conducted an annual compliance audit of each farm per year.

The Province was also interested in improving the program where it could. And in doing so, conducted regular reviews of its program. Some of these programs included the Gillespie Report, the Salmon Aquaculture Review, and the Special Committee for Sustainable Aquaculture.

The Province also looked at ways to make the industry more sustainable. One of these was closed containment systems. In supporting it, it funded several projects to do so. And if we could turn to page 87 of my submissions, it will set out the number of projects that the Province ran. And specifically the Future Sea program, the Agri-Marine/Cedar pump ashore system, Marine Harvest Salt Spring Pilot, and the Namgis First Nations Land-Based Atlantic Salmon Re-circulating Aquaculture System Pilot Program, which is still ongoing.

While it's too early to tell if closed-containment is going to be viable or not, the funding and the work conducted by the Province materially moved the state of the art forward.

I will now move on to the subject of diseases.

Dr. Kent provided a report on diseases that he thought could impact sockeye salmon. As a result, he subjectively identified six diseases he thought posed a potential high risk to sockeye salmon.

The incident levels of these six diseases at salmon farms were reviewed by Dr. Noakes. Dr. Noakes noted that the farms vaccinate against most of these diseases. In places where the fish are not vaccinated, the incident levels along the outmigration route were low, and were unlikely the cause of the long-term decline in productivity and were unlikely the cause of the poor 2009 run.

The Aquaculture Coalition takes issue with

the number of mortalities from disease. At page 6 of their submissions, the Aquaculture Coalition submits that approximately ten percent of salmon in the net pens die, and most of that is from disease. The Province disagrees with this characterization.

The Province does agree with the Aquaculture Coalition in that the number of fresh silver mortalities should not be used as the calculation for the numbers of fish which died from disease. Fresh silver fish are simply normal sized fish that recently died. There are many causes of death that could have occurred that have nothing to do with disease, although they are of the various categories more likely to have disease than the other categories or groups of fish.

This issue was raised with the Project 5 panel. All of the panel members agreed that the category of fresh silvers does not properly identify fish that died from disease, and that there could be many other causes for their death.

There were other categories, as well, that the Aquaculture Coalition thought should be included in the disease mortality calculations. Those were older fish mortalities and poor performers, as well as environmental or predator deaths.

With respect to the older fish mortalities and poor performers, Dr. Korman gave evidence that he didn't think it was fair to say that all old fish or poor performers died of disease. And that would be from page 19 of the August 29th, 2011 transcript.

With respect to environmental or predator deaths, they should not be included in the total, as well, because the cause of death was presumably identified, so death should be established to be from either predation or environmental conditions, and therefore would unlikely be from disease.

One of the complaints that has been levied against or by the Aquaculture Coalition is that the Province is only measuring mortality. It is of import to mention that the farm veterinarians were monitoring diseases on a daily basis. Dr. McKenzie, in particular, testified that he looked at behavioural changes in performance, and this would be from the August 31st transcript at pages

17 to 18. Mr. Lunn, if we could turn to that. MR. LUNN: Page 17?

MS. CALLAN: That's right, starting at line 44, and Dr. McKenzie testified:

On top, as a strictly pure veterinarian, my role, again, is to manage disease. So I do a lot of analysis of disease, monitoring disease on all our farms and hatcheries, looking for changes, looking for trends, looking for identifications of deviations from what I consider the normal --

- and then he says "normal" again -
 - -- fish health.

And then if we go on to line 8, last two words:

...and I would add that...my clinical experience, which is how the fish are behaving, how the fish are performing, what I'm seeing grossly during a necropsy and other tests that we may take in house, other laboratories, other steps.

This is clearly not just looking at mortality. He's looking at behavioural changes as well.

I'll now move on to the topic of infectious salmon anaemia.

The Aquaculture Coalition has raised infectious salmon anaemia as a potential cause of decline, and relies upon non-specific symptoms as sinusoidal congestion in Dr. Marty's pathology reports to implicate the fish farms. It however, ignores the PCR tests that were conducted on each of these farmed fish, which were all negative for infectious salmon anaemia. These results are summarized at Exhibit 1471, if Mr. Lunn could turn to that.

First off, it shows that 4,726 PCR tests were conducted on B.C. farmed fish and all were negative for infectious salmon anaemia.

The Aquaculture Coalition's position also ignores the fact that the province also looked at the recent mortality patterns on the farms and conducted histopathology to look for lesions as

well.

And Dr. McWilliams, who is an expert on infections salmon anaemia, says it does not cause disease in sockeye salmon.

The Aquaculture Coalition denies that infectious salmon anaemia testing is sufficient, saying at page 22 of their report, or of their submissions that:

There is currently no formal testing program for ISA on BC fish farms.

In the reference footnote it says:

Proper testing requires 60 fish per facility - that is not done.

The Province disputes that while they had conduct of the program that the testing was inadequate. It says that the difference of numbers of fish required for testing goes to the type of sampling that's being conducted. The Aquaculture Coalition was referring to a random sampling of 60 live fish. The Province used a different methodology that increases the chances of finding diseased fish. Rather than a random sampling of 60 live fish, most of which would be expected to be healthy, the Province sampled the dead fresh silver fish.

In Exhibit 1567, the document on which the Aquaculture Coalition relies for its assertions, this type of testing is also considered an appropriate method.

Dr. McKenzie on the August 31st date of testimony testified on this point, and opined that it is a robust program, and specifically it's page 56 of the August 31st transcript, and I won't go through the entire section, if you can do that, Commissioner, at a later time.

Mr. Lunn, if we could now turn to page 25 of the Province's reply argument.

MR. LUNN: Page 25 you said?

MS. CALLAN: Page 25 of the reply argument. Do you have the colour version? It would have been the one that was emailed to you on Friday.

So at this point we're going to be moving on to the haemorrhage, and this is one of the two

lesions that the Aquaculture Coalition says is one of the symptoms of infectious salmon anaemia.

One of the two lesions that they listed was haemorrhage or congestion of the kidney. And in Dr. Marty's records, it's described as the HEM lesion.

The Province says this lesion is a non-specific lesion that can occur with post-mortem change. Specifically, as fish decompose, pooling of the blood or congestion occurs in the kidney. The graph on page 25 of the Province's reply argument looks at Latly Autolysis, which is liver decomposition and is found at column 5 of Exhibit 167, and graphed it against the severity of the HEM lesion from Dr. Marty's records.

As decomposition after death increases, or the time increases, the severity of the HEM score also increases, and that's what this graph is trying to show. As such, one must be careful not to attribute microscopic findings or concrete findings of disease without first considering how long the fish has been dead.

And my last point on infectious salmon anaemia is with respect to a comment that the First Nations Coalition said in their reply argument, page 33. They seem to say that Dr. Dill's opinion regarding what is a suspect case of ISA should be given weight.

The Province repeats its position that Dr. Dill is not qualified, nor did he purport to be qualified on diagnosis of fish disease for what's considered to be a suspect case of infectious salmon anaemia. He did say that he has expertise in ecological considerations that the Province submits is different from what we were trying to say in our argument with respect to what is a suspect case of infectious salmon anaemia.

I will now move on to the topic of plasmacytoid leukemia or marine anaemia. These are the same disease.

The Aquaculture Coalition raises plasmacytoid leukemia as a possible cause of the poor 2009 run, relying upon what they say is one diagnosis of plasmacytoid leukemia along the migration route. The Province says that it is not plasmacytoid leukemia that was found at all, but it was rather another disorder called *Loma salmonae*. And this

is based on a correct interpretation of the records.

Even so, with respect to sockeye salmon, plasmacytoid leukemia has not been shown to cause mortalities in lab studies. And Exhibit 1488 is the record for that. In that they noted that the sockeye at the end of the study appeared clinically normal, had histological lesions but no mortalities.

The Aquaculture Coalition says that plasmacytoid leukemia should be diagnosed any time the ISH lesion, which is another acronym, as well, from Dr. Marty's records, is identified in a salmon. However, the scientific paper that they cited for this position, which is Exhibit 1491, page 421, which is the first paragraph under the materials and methods, lists four requirements for the diagnosis of marine anaemia. Of these four lesions, or requirements to support the disease, only the first one, which is hyperplasia of the interstitial cells of the caudal kidney, is tracked in Dr. Marty's database. And this is the ISH lesion.

Because the provincial database only contains one of the four requirements for diagnosis, further diagnostic evidence must be considered before plasmacytoid leukemia can be diagnosed. Accordingly, tracking the ISH lesion is not an accurate measure of whether or not any particular fish has plasmacytoid leukemia.

The Province also submits that the ISH lesion is also associated with bacterial kidney disease and *Rickettsia*, which are common diseases found in wild Pacific salmon.

Counsel for the Province in the last ten minutes of time asked Dr. Marty to do a sort on his spreadsheet on Atlantic salmon to show bacterial kidney disease prevalence with the ISH lesion. On page 20 of the Aquaculture Coalition's submissions, they indicated that the sorting on Pacifics creates an obvious and dramatic difference, and that there's no other reason for why ISH is severe in combination, other than the relative difference in susceptibility.

The reason why the sort wasn't done during evidence is simple. Cross-examination was very limited and I was not permitted to ask the

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question as time had run out. Regardless, one answer regarding why interstitial cell hyperplasia of the caudal kidney is often more severe in chinook salmon, is that they are more susceptible to BKD.

Additionally, in Appendix B of the Aquaculture Coalition's submission, the ISH lesion is rarely the most significant lesion noted on the files, and likely therefore was not the cause of death. As a result, this line of submissions is without merit.

I'll now move on to Dr. Miller's work.

Dr. Miller has identified a novel genomic signature associated with mortality in certain This is preliminary work, and it's conditions. important work. The genomic signature, however, has been identified in smolts, so it's likely not caused by the salmon farms along the outmigration routes, as the smolts are infected before they actually pass through any of the salmon farms.

The Aquaculture Coalition has also argued that there are four additional exotic viruses apparent in Dr. Marty's records. Their argument says that Dr. Marty reported the lesions associated with salmon alphavirus, heart and skeletal muscle inflammation, cardiomyopathy and a Chilean coho farm virus.

As with all of the other diseases mentioned in my submission, the Aquaculture Coalition failed to distinguish between symptoms and disease. Province again says this is the wrong approach to take, and is contrary to the evidence at the hearing by the fish health experts.

Dr. Kent testified on one of the salmon alphaviruses called pancreas disease and noted that it's never been confirmed in British Columbia.

Dr. Marty testified on page 57 of the August 31st transcript and said that infectious pancreatic necrosis virus has not been diagnosed, and all test results have been negative for that disease. And if we could turn to the transcript. At line 17 it starts:

> Then we have exotic diseases that we don't have in British Columbia. One of them is infectious pancreatic necrosis virus, and all

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tests have been negative for that, and they're listed here. The other virus is infectious salmon anaemia virus. It has had the most interest in these proceedings. And again, all these tests are negative for that.

Now, with respect to heart and skeletal muscle inflammation, cardiomyopathy syndrome and the Chilean coho farm virus, there's no evidence regarding diagnosis of these diseases.

So in conclusion on the issues of aquaculture and disease, the Province submits the role that salmon aquaculture's practice in British Columbia, with the addition of the regulatory regime that was implemented by the Province, and now is implemented by the federal government, it creates a low overall risk to the environment and the disease incident data from the audits, as well as the Salmon Farmers Association database, shows that it's unlikely that aquaculture caused the long-term decline of productivity in Fraser River sockeye salmon, or the poor run in 2009.

At this point I will turn over to Mr. Prowse. THE COMMISSIONER: Thank you, Ms. Callan.
MR. PROWSE: Yes, Mr. Commissioner, Clif Prowse, for the record.

SUBMISSIONS FOR THE PROVINCE OF BRITISH COLUMBIA BY MR. PROWSE:

MR. PROWSE: In my submissions, I am going to continue on, then. I will be going to deal with an overview of the issues from the Province's point of view, a brief discussion of the other science issues, apart from the disease and aquaculture issues that my colleague, Ms. Callan, just used, and then I will turn to a brief summary of some points from the area where provincial witnesses were called. And finally I am going to make some concluding remarks, including some analysis of the fish management tool, which was put into evidence very close to the end of the hearings, as a result of some remarks made by Hwang during the hydro and water hearings, when he referred to this tool as being something that had helped fish.

So, Mr. Commissioner, Mr. Tyzuk has highlighted the Province's recommendations on the

need for an inclusive approach to DFO consultation and management, reflecting the fact that fisheries continue to play an important socioeconomic role affecting all persons in the Province. He's also referred to case law, which amongst other things stresses the need for effective decision making.

The reliance on good science in making fisheries management decisions and other environmental decisions has occupied much testimony. The scientists have come from DFO, other governmental agencies, NGOs, consultants and private entities working in the environment and academia. This is related, in our submission, to the importance of what I would broadly call professional reliance, including professional reliance on third parties and their professional consultants.

Ms. Callan, during the hearing and in her submissions, has dealt with the details of disease and fish health management in the aquaculture context. She has referred to the evidence that Dr. Kent and Dr. Korman, for example, relied on the disease specialists in their reports.

Aquaculture has grown into a significant socioeconomic industry in its own right, but it's one that must be sustainable. To use David Bevan's term, it must demonstrate that it has earned a social licence to active participation in monitoring for risks of disease and damage to wild salmon and the environment.

My submission will continue to demonstrate that the evidence likewise shows that it's not likely that any of the provincial topics contributed to either the 20-year decline on a population basis, or the 2009 collapse of the Fraser River sockeye fishery.

It will also demonstrate the importance of professionals in preventing damage to the environment, a topic dealt with by provincial witnesses in the forestry hearing, and also the *Riparian Areas Regulation* hearing.

I will be highlighting in many areas the Province's submissions, as well.

Mr. Commissioner, in one of the participant's submissions, some -- in effect a straw man was set up saying that in the Province's submissions that we are claiming that the Fraser Basin is pristine,

and of course the Fraser Basin covers approximately 40 percent of the Province of British Columbia. And so it houses a lot of the socioeconomic activity in the Province, and the place where we're speaking as we speak. So I don't think one could fairly call the City of Vancouver a pristine environment, and we don't do that.

I think that somehow to say what the Province does do, and so I'm going to utilize here some language which I'll just read to you, if I may.

The provincial government uses ecosystem and watershed approaches to manage the land and water base for the sustainability of all natural resource components. So this goes broader than salmon, and includes salmon, and to some extent one of the themes I think emerging from DFO side for some time, has been that when you're looking at salmon, you also have to go broader to an ecosystem-based approach. So the Province does not take a salmon-centric approach, and of course this Inquiry by its mandate is directed to take that approach.

So the Province focuses on the sustainability of all natural resource components, including salmon, and our strategies, policy and legislation are focused on the whole environment, not just a single species. In the long term these broad approaches are hoped to prove effective mechanisms for protecting and sustaining salmon, and to service the basis for interaction of federal policy and program frameworks.

The provincial focus has principally been on freshwater fish and freshwater habitat, and salmon considerations were and are taken into account as an important component of the freshwater ecosystem.

The people of the Province clearly have a vested interest in the wild salmon as an economic and socioeconomic basis, and that includes clearly the First Nations with the interests that have been referred to throughout, and that Mr. Tyzuk acknowledged, as well as the other people of the Province, including the various participants that are before you.

B.C. has never had a direct role in managing salmon per se, where management incurs

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responsibility for establishing production goals and allocations.

No single piece of legislation has been developed to protect salmon as such, but there are different provisions to protect fish and their habitats, and these exist in a number of provincial resource management statutes, including the Water Act, the Forest and Range Practices Act, the Fish Protection Act, and the Environmental Management Act, formerly the Waste Management Act.

Federal Departments, particularly DFO, have been actively engaged in the development and review of this legislation, and associated regulations to ensure consistency in the intent and equivalency of provincial measures with the provisions of the Fisheries Act and other federal legislation.

So that's the framework that brings the Province to this hearing, and also the perspective that the Province takes with respect to its legislation. And of course there was evidence from Lynn Kriwoken and DFO witnesses about the current Water Act Modernization initiative, where DFO has certainly taken an advocacy role and has interacted with the Province and others in the broad-based consultation process that Ms. Kriwoken discussed in evidence before you.

To continue the overview of the Province's evidence, Mr. Lunn, I would ask you to turn to paragraphs 30 to 42 of the Province's final submissions of October the 17th.

So I'm going to read paragraph 30 slowly, and say, Mr. Commissioner, that this is taken from the provincial response to the PPR, I think it's PPR3, which dealt with the legislative framework, and basically takes the role that I've just read to you and puts into the constitutional framework.

So the environment is a diffuse subject that cuts across many different areas of constitutional responsibility, some federal, some provincial. is a constitutionally abstruse matter, which involves considerable overlap and uncertainty. And I guess one can pause to note that the Morton decision was one that dealt with one of the overlaps and uncertainties. The principles of federalism and cooperative federalism include recognition that there is an inevitable overlap in

rules made, and the task of maintaining the balance in practice falls primarily to governments. So there is the task of the governments is to minimize the extent to which federal and provincial regulations are saying different people to do, on the same topic, and that's where difficulties will ensue.

So the evidence that you've heard, I summarize in paragraphs 31 and 32, and reflects the number of broad areas where the Province is involved in regulating on the land and water base, in ways that result in impacts on water, and obviously if we get into impacts on water, then it raises issues with respect to impacts on fish.

The provincial witnesses came from different ministries, and one of the things that happened during the inquiry is that several of the different ministries were tied into a new ministry, the -- I referred to as FLNRO and mercifully we have never really explored what exactly FLNRO is. But we've had witnesses from that ministry and other ministries before you.

So the witnesses include a riparian areas coordinator, and her work has involved both the federal and local governments and professional associations, as well as the public and their professionals. Two biologists with expertise on effluent monitoring, a water regulator working on a joint committee dealing with sediment removal applications, where a provincial agency charged with public safety is the proponent. So in that case, and Emergency Management BC, so a different Ministry from the witness who was from FLNRO. forestry scientist with broad experience including the important long-running Carnation Creek project, a professional forester with an extensive history of work on forest planning and professional responsibility, a long time water manager who is a professional engineer, and the director of the Environmental Sustainability and Strategic Policy Division for the Ministry of Environment who has led public consultation on the Water Act Modernization process.

And Mr. Tyzuk has referred to the evidence of Wayne Saito, who is somebody who gave testimony on the Integrated Planning Processes and has a huge history in fish management, and Ms. Callan has

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1 also told you about the provincial witnesses, Dr. Marty and Dr. Sheppard, who has in fact 3 transferred from the provincial government to the federal government, following the Morton decision. 5 Mr. Commissioner, none of the provincial 6 topics, individually or collectively, is 7

responsible for the 20-year decline of Fraser River sockeye salmon or the collapse in 2009.

And accordingly, the Province generally does not make extensive discussions or submissions on the evidence, nor does it make recommendations, either with respect to matters of provincial jurisdiction, which we submit that on the facts before you are really outside of the Commission's mandate in terms of recommendations, nor, in the circumstances, of matters within federal jurisdiction, particularly matters of DFO budgets, policies and practices. And in particular we recognize that you and the other participants making recommendations to you are faced with the unenviable task of trying to sift through the huge amount of science evidence and the huge number of recommendations before you about expenditures on science and research, but we consider that it's appropriate for us not to participate in that discussion, given the role of the Province in this Commission, and its role as a different government.

Mr. Commissioner, at paragraphs 37 to 41, again in terms of overview, we attempt to develop some themes, or reflections.

The first one is that the Commission hearings reflect a snapshot in time. As we've heard in your ruling this morning, obviously one additional matter will have that snapshot taken at a slightly different period, but all of these matters are and should be ongoing. So we're dealing with a snapshot in time, there's work to be done in all areas, and the work needs to be ongoing, and that's part of an adaptive management framework, is in fact to continue to work to reflect back. And that's part of what the Province does within the matters of provincial jurisdiction.

The second thing that I think emerges from the evidence is that the 1990s were a time of active engagement and improvement in environmental matters generally, and there were key critical

results in such areas as pulp mill effluents and forest practices. And the evidence before you establishes that those improvements in fact were improvements, and did improve the environment and did improve the sockeye salmon habitat with respect to those things.

The third thing that's evident from the evidence is that the 21st Century has seen moves by all governments, but I suppose particularly the federal and provincial governments, towards a more streamlined results based approach to regulation. And I then say that this seems unlikely to change any time soon, and that probably is something that the Commissioner will have to consider with respect to the ongoing work of the work of the recommendations of the Commission with respect to the future, and the Commissioner and the participants will have to grapple with the practicalities of what is likely to be implemented.

It may be helpful for the Commission to reflect on the framework that Mr. Taylor for Canada mentioned on Friday, which was that on the one hand work needs to be done and is being done and will be done on an incremental basis on the one hand, but Mr. Taylor on the other hand said that we also should be looking at the big picture or the long view, and it may be that recommendations that take those two different approaches may bear fruit, if not immediately, then in the longer term.

The fourth thing I submit that follows, is a theme from the different areas, is that intergovernmental cooperation may not always work smoothly, and governments may not always see eye to eye, but in fact on the hearing panels that we had, my submission is that the federal and provincial witnesses on these topics generated good models of respectful cooperation. So I think you saw that in the evidence before you.

And the last theme that I refer to is that in terms of the topics and the hearings, we tend as lawyers to focus on problem-solving, and address ourselves to problems, and to look at that sort of historic negative analysis, and look back, but you are tasked with looking forward. And in our submission, we hope that it will be helpful for

you to look at some of the success stories. And so I refer in paragraph 41 to the enthusiasm about -- Paul Higgins, about a particular dealing with, I think, a client of Ms. Gaertner, anyway, it made a marked impression on me, the enthusiasm that he talked about those dealings and that it was in effect transformative for him. I'll refer here to the SLIPP project, which I'll briefly reference later, and I refer to the fish water management tool, where there's ongoing work being done, and dividends are being paid where there's cooperation by First Nations and different levels of government, and industry. And so all, really, all of the participants do have, in our submission, a role in the future sustainability of Fraser River sockeye salmon.

Mr. Commissioner, I then want to turn briefly to focus on climate change, and I think my submissions on this topic and the interweaving topic really of marine effects can be brief, because there is a significant amount of consensus, I think, that these are important factors. Some of the submissions point out that there are implications that need to be considered with respect to future sustainability, but I'm dealing with these primarily as a matter of the causal questions that you've imposed, and it seems to me that there is a consensus that climate change is an important part of that.

So move, Mr. Commissioner, the subject was well summarized in the testimony led by Commission counsel in direct, on March 8th, and I won't take you to the references, but basically at pages 6 and 7, Dr. Hinch summarized the background information on climate change and our perspective on it, including of the importance of variability as an aspect of climate change, evidence about a general increase in air and water temperatures and marine oscillations.

At lines 13 to 15 he notes that 13 of the past 20 years were record temperatures as part of the historical consensus about climate change, and at lines 20 to 26 he concludes that all the literature and modelling predicts these trends will continue, and I think in the broader public and the broader discussion, there's ongoing questions about it, but that was his evidence and

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I don't think it was challenged in these hearings. At pages 10 and 11 on March the 8th, he explains the sensitivity of sockeye salmon to temperature, the master biological factor for fish, and the First Nations Coalition has pointed you to those same words in their submission.

And the subject was also well summarized in cross-examination by Mr. Blair, particularly at pages 11 and 12 of the transcript on March 9.

Mr. Commissioner, the Province's submission on the Healy article, Exhibit 1320, are found at pages 55 to 58 of the Province's report, and this morning I will simply say to you that, and submit that, the report does an excellent job of relating climate change issues to sockeye in particular, and independently arrives at very similar conclusions to Exhibit 553.

The outlook for sockeye is challenging. the other hand, we know from the record returns in 2010 and the returns that in 2011, which are better, I think, even possibly than the record as it stood in the exhibits showing the new graph, or including 2011, that there are grounds for hope in that sockeye obviously is an animal that has a resilience. And so there is much to be done, but we submit that the evidence shows that the climate change is very important with respect to sockeye salmon.

And secondly, the evidence from -- that's been summarized in the -- by Mr. Marmorek in his report, when taken with the evidence summarized by Ms. Callan, leads to the conclusion that the cause of the decline are not aquaculture and disease, regulated by the Province in conjunction with DFO's regulatory powers under the **Fisheries Act** up to December 2010, and are not the freshwater ecology issues. Rather the evidence points to global features, including marine ecology and climate change.

So, Mr. Commissioner, I now turn to the individual topics of provincial jurisdiction, and these are dealt with in the concise summary at paragraphs 43 to 70.

The Province's recommendations about an inclusive approach emanate from the recognition of the benefits of a sustainable fishery that benefits all residents and starts with

conservation of the resource. The Commission has called evidence on a wide variety of topics, 3 including a wide variety of provincial topics. The Province regulates activities on the land, but deals with DFO on many different areas. 5 6 Protecting stream health and aquatic environment 7 is a key policy direction for the Province, which recognizes that water must be considered in land 8 9 use directions. 10 In the modern era, the Province relies on 11 results based regulation, and relies on 12 professionals, including third-party professionals 13 to achieve these ends. 14 The Province obviously has an interest with 15 the people of the Province in the socioeconomic 16 benefits and it's recognized that sustainability 17 is important to that. 18 So I'm going to make a few points about two 19 areas, logging on the one hand, and water on the 20 other. But before I do that, Mr. Commissioner, I 21 don't know whether you wish to take the break now. 22 THE COMMISSIONER: Thank you very much. 23 THE REGISTRAR: The hearing will recess for 15 minutes. 24 25 (PROCEEDINGS ADJOURNED FOR MORNING RECESS) 26 (PROCEEDINGS RECONVENED) 27 2.8 THE REGISTRAR: Order. The hearing is now resumed. 29 30 SUBMISSIONS FOR THE PROVINCE OF BRITISH COLUMBIA BY MR. 31 PROWSE, continuing: 32 33 MR. PROWSE: Yes, Mr. Commissioner. 34 THE COMMISSIONER: Mr. Prowse? 35 MR. PROWSE: So I'm going to highlight a few points now 36 from the provincial evidence, and the details of 37 that are in the original provincial submissions 38 for the most part.

The first point, then, Mr. Commissioner, is that the Commission selected the riparian area regulation as a topic within the overarching theme of freshwater urbanization effects. So you heard evidence from a panel that included Stacey Wilkerson, the riparian area regulation coordinator for the Province in 2007. The panel, as a group, including the two federal DFO witnesses agreed that professional reliance can

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work, this being in a context of a discretion about professional reliance difficulties with -- that had been encountered and that have been voiced. So there have been ongoing discussions there, but the panel all agreed that professional reliance can work.

A second point that arose at that hearing, which I'm not going to go into any detail on, but after the hearing, actually, the Yanke case was decided by our Court of Appeal and that was a case where, amongst other things, the Court of Appeal, I guess, on the one hand, it interpreted the provincial regulation. The Department of Fisheries was not a party to the case, and the Department of Justice was not counsel on the case. Nonetheless, the court does get into how the riparian area regulation works as a regulation within the provincial framework and raises some difficulties where, in effect, parts of the framework were not imported into law.

It also made comments, again, without the benefits of submissions from the Federal Government, about the reactive nature of the Fisheries Act. And so the point I draw from that Yanke case that may be of interest in the future sustainability section of the court is that amendments to the Fisheries Act may be important with respect to the riparian area, and some of the changes to the **Fisheries Act** will benefit both provincial and federal regulators because the provincial regulators looking at riparian area, looking to enforcement questions are driven to the Fisheries Act and, again, that's an area of overlap and cooperation and challenges. fact that the Province took that to the Court of Appeal shows that the Province takes this area and tries to make it work as best it can, and it shows the lengths that the Province will go to utilize the riparian area regulation, as well as the difficulties of doing so and we suggest that amendments to the Fisheries Act, when you look at that, implications that amendments to the Fisheries Act may well be an important thing to

The panel on pulp and paper and mining effluents demonstrated cooperative federalism inaction with overlapping federal and provincial

regulations.

Our fourth point is that there have been major improvement in pulp mill effluents since 1992. And with respect to mining, the case is that with one exception, there are no mines in proximity to juvenile sockeye habitat on the Fraser River.

Our fifth point deals with Municipal wastewater and the witnesses on that topic were from the Federal Government and Metro Vancouver and so those witnesses stressed that both the approval of the Liquid Waste Management plan and the forthcoming Federal regulations are major milestones. So again, we're looking at a snapshot. Things are taking place. Much is still to be done.

Consistent with the Technical Reports, in my submission, the witness from Metro Vancouver said that the impact on sockeye was negligible given the detailed standards and process that it meets, and there was some cross-examination on that.

Gravel removal is a topic that we simply submit is not a significant issue for sockeye salmon and we dealt with it in more detail in our submissions, but it's an issue that the process directed towards you, but we submit, in the end, that it's not a significant issue for sockeye salmon.

There was no evidence that the existing water licensing scheme has caused long-term decline of Fraser River sockeye productivity, or the collapse in 2009. The Province is undertaking a Water Act modernization process, which proposes, among other things, to contain instream flow requirements and to require licensing of groundwater extractions of large volumes and all extractions in priority areas. So that's an ongoing development where it's a provincial legislative process that's being undertaken and there, we submit that as a federal commissioner, it would not be appropriate for you to delve in depth into that process or as such.

And with respect to forest and logging, the overview point is that they have not had a major impact on sockeye salmon populations.

Turning to logging and forestry, that was the subject of a one-day hearing and in some respects, it's startling that the hearing was one day and

that, I think, is something that, on the one hand, I think, reflects the Science point of view through the technical report that logging is not where the industry needs to go. It also posed challenges in advocacy as the participants, and counsel, and Commission counsel focussed very intensely a huge amount of evidence into a one-day hearing.

So the first point is that one of the provincial witnesses, Dr. Peter Tschaplinski has done extensive scientific work over the last 20 years and beyond and so his evidence was important in putting before you evidence of the reports that he's done showing that on-the-ground work confirms that things are being done better now than they were in 1995.

The Science evidence has looked into the problems, and the evidence on the ground is that neither the Mountain Pine Beetle, nor issues with respect to logging in riparian areas has led to that decline. There have been gains made in the 1990s and the evidence shows that that has translated into gains on the ground, that is that the regulatory work done in the 1990s has demonstrated gains on the ground up to the current research, and these gains are inconsistent with the question of whether the forestry and logging issues caused the 20-year decline. In fact, the evidence shows there's been a marked improvement in the post-harvest stream levels and fish habitat protection compared with pre-1995 forestry management outcomes.

With respect to water and instream flows, we submit that instream flows are important for sockeye and with climate change, temperature is of key importance. We rely on Mr. Bursey's submission on the summer temperature system on the Kemano.

Glen Davidson testified there were a variety of tools now used to deal with instream flows and DFO witnesses acknowledged the important advances with the drought response plan in recent years. Although groundwater has not been a problem to date in terms of causal mechanisms or impacts on sockeye, since groundwater can relate to instream flows and temperature, it is a topic of increasing concern, groundwater is monitored now, and

addressing groundwater and other concerns is part of the *Water Act* modernization process.

With respect to positive developments that are important, we submit, when we look to the future, we refer briefly to the Thompson River partnership monitoring process in Exhibit 1040. Again, there's involvement of Federal Government, local government, provincial government, First Nations and industry, and they coordinated both required and voluntary monitoring.

The Okanagan Fish Water Management tool that was referred to as an exam of something we call a fish water management tool that's been very beneficial for fish, as well as for other uses of water, and the reference there is September 16th, 2011, page 29 and 30.

That tool is a computer model developed specifically to help authorities to manage water flows in the Okanagan River in a fresh fish-friendly manner. The model benefits kokanee, as well as sockeye salmon, since water levels in Okanagan Lake are fine tuned at the same time as the Okanagan river flows. So it's a computer model that balances between needs, uses real-time data, incorporates biophysical models and is developed collaboratively by a working group based on historical data intensive fieldwork.

The predictions allow a multi-disciplinary team of decision makers to choose the best option for releasing flows in a manner which will benefit fish while respecting the needs of other water It utilizes the most current data on potential impacts from various water supply release scenarios on a full range of water users, fish, domestic irrigation and recreation. tools result in a much more balanced approach in managing water, fully recognizes ecosystem values and needs and has resulted in significant gains for both kokanee in the lake, more stable water levels during the kokanee shore spawning period, as well as sockeye and kokanee in the river and the lake, improve spawning incubation and rearing conditions.

So Mr. Commissioner, this is a positive example of input and I think I'm out of time, but I'll simply refer you to the Acknowledgements page, Exhibit 1969, which, in itself, is

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MR. BUCHANAN:

inspiring. So Mr. Commissioner, we wish to thank you, our client and the other participants and their counsel for the opportunity to participate in this fascinating inquiry into the iconic sockeye salmon and its cultural, environmental, and social and economic importance to the people and the Province of British Columbia.

The Province's recommendations and evidence focus on the importance of an inclusive fishery that involves all of the participants in the fishery and fosters relationships of trust and respect.

We have focussed on examples of success integrated processes where professionals and others are collaborating for the greater good of the fish and the people. The Province's witnesses have included dedicated professionals with a wide variety of different backgrounds and experience. Other dedicated professionals have been called by other participants. We live in an area where fish habitat and the environment are necessarily reliant on professionals with integrity and good judgment.

And in conclusion, Mr. Commissioner, I'd like to specifically thank the different teams of Commission counsel. Because of the wide variety of topics we've dealt with, we've dealt with quite a few of them, some of whom have played a prominent role in the hearings, and others of whom have more commonly been in the background, but all of them we have found dedicated, very cooperative, and very good to deal with and we appreciate them for that. So those are my submissions, Mr. Commissioner.

THE COMMISSIONER: Thank you very much, Mr. Prowse.

SUBMISSIONS FOR THE B.C. PUBLIC SERVICE ALLIANCE OF CANADA, UNION OF ENVIRONMENT WORKERS B.C. BY MR. **BUCHANAN:**

Sorry, I'll try again. Good morning, Mr. Commissioner, it's Chris Buchanan on behalf of the Public Service Alliance of Canada, B.C. Region, and the Union of Environmental Workers, B.C. component. We've been allotted 20 minutes, which we intend to use most, if not all of that

time. Unfortunately, such a short time does not allow us to go in any detail over our written submissions, both our initial submissions and our reply. Undoubtedly, you will have an opportunity to review those in detail, as you will with the other participants.

It will allow us to focus on three primary issues of importance to our clients and that is, first, the financial issues and the budget of the DFO in the Pacific Region, two, the issue of devolution of Federal authority and capacity, by which we mean co-management and those related issues. And three, it will allow us to deal with the Wild Salmon Policy and, in particular, the draft report on the performance of the Federal Government with respect to the WSP.

Before going into the first of those three areas, it may be helpful to give just a little bit of background of my client and who it represents, since we haven't been too active a participant. The PSAC represents the majority of workers in the DFO, both nationally and within the Pacific Region. They are the ones that day-in, day-out work on behalf of Canadians to conserve and protect the gift of the Fraser River sockeye salmon. They essentially, include all of the employees, except for the managers and some of the They are professionals, such as the scientists. the individuals who work in the dozens of offices throughout the region. They work in the laboratories and they work in the field. Canadians, they are the face of the Department, they are the ones that they call to ask for assistance and seek information.

With that in mind, we would ask that you be careful in drafting your report that you do not inadvertently place blame or criticism at the feet of the workers of the Department. Undoubtedly, there will be many people arguing that DFO has fallen short of its obligations and commitments, but we say that that criticism lies at the feet at the top officials who direct policy and are responsible for the implementation of the policy, and not at the individual workers who are following their direction. And in fact, the evidence before you was fairly clear that there are no current problems with respect to individual

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employees and how they perform their duties. We are seeking, in our standing, a very limited basis, and that was to deal with DFO policies and procedures. The PSAC has made limited recommendations and it has not weighed in on some of the more contentious areas, such as aquaculture. And it's done so intentionally, not because these areas aren't important, and not because the PSAC doesn't have something to contribute to them, it did so expressly so as not to place its members in perceived conflict when they enforce the regulations and deal with the participants who they deal with on a daily basis. We didn't want to have any of the participants feel that the PSAC had a horse in the race and was somehow prejudice to its members on how they were to carry out their duties.

We turn now to the first of the three issues, and that is the financial and budgeting issues. Those are found at pages 9 to 21 of our written submissions, and we say that there is an imminent financial crisis that will befall the DFO unless there's a change in government priorities, whether that comes about through this report or through public pressure, and that there is presently a 25percent reduction in anticipated expenditures and depending on the outcome of the strategic review and operating initiative, that could be as high as 33 percent. And as a necessary corollary of that, we say that you cannot take for granted that the existing programs and services that you've heard so much about over the past year and, in fact, over the past two years, will remain in place without some change in priorities.

Turning to the budget, and Mr. Lunn has put up my written submissions. Before I go to those, I'd ask that you put up Exhibit 1922 and, specifically, page 17. Now, this is the 2011/2012 Planning and Priorities of the DFO.

And if you could just focus in on the bottom chart, you'll see that the forecasted spending of the last fiscal year was slightly over \$2 billion, and the forecasted spending over the next several years diminishes to \$1.587 billion by 2013/2014.

Now, this is the document that's tabled in Parliament and which forms the basis of the supply and estimates and is the budget unless something

is changed, unless there's a political will or political party to increase funds or to reallocate funds away.

We're very careful in our written submissions to not suggest that these numbers are cemented in concrete. They can change and they may change, and we hope that they do change, but they can change down as much as they can change up. You heard that shortly after this was tabled, the government tabled the Strategic Review which resulted in a three-percent reduction over the same period of time, resulting in, by 2013, a \$56 million reduction to the DFO. And if you can pull up our submission now, at the bottom of the page, I've reproduced Exhibit 1922, as it's stated, and then at the top of the next page, I've taken the document marked for identification PPP, which set out the various reductions per year and have added them into the overall Department numbers. you'll see, once you take into account the Strategic Review, that the number goes down to 1.530 billion.

Now, there's a suggestion from Canada in its written submissions, and you'll see this in pages 8 and 9 of its reply submissions, that we have our numbers wrong and that there isn't this at least presently-scheduled significant reduction.

Now, with the greatest of respect to my friend, we've reviewed the numbers and the evidence and, unfortunately, the Government of Canada is wrong, that these are the projected numbers that currently exist.

Ms. Dansereau, when I put to her the 25percent reduction, indicated some desire and hope
that the Government would reallocate funds from
sunsetting programs in other departments to the
DFO. And so I asked her the following question,
which is, "Has Treasury Board assured you that you
would get more money," and the transcripts will
show, it's September 26th, page 30, lines 11 to
17, that her answer was no, the Government hasn't
provided such assurances. So while we're all
hopeful that the numbers may go up, we cannot rely
on that.

We now also know about the strategic and operating review initiative, and I put to Ms. Dansereau, and you'll see this in the transcript

at page 29, lines 14 to 17, whether the strategic and operating review numbers would be based upon what's in the Planning and Priorities document and she said that they would be. And that, of course, is the review by which the Department had prepared by just based on a five percent and a 10-percent reduction.

And so we've put in, and this is at page 10, a chart that reflects, if you keep going down, Mr. Lunn, a 10-percent reduction that may result from the strategic and operating review. And we see that there can be no assurances that the present \$2 billion or \$1.8 billion will continue in the foreseeable future.

We submit that this budget review process is not an idle process. The Government doesn't do these types of activities without some anticipation that they may act on some of the initiatives. And in fact, when the Government hives off a large portion of its budget from reduction, such as it has here with health and education, it means there's a disproportionate amount of reductions that have to come from other departments like the DFO.

So this is a troubling picture and cause for some concern, but we are optimistic that your report can influence in the future. I feel a bit like the third ghost in "A Christmas Carol." I'm showing you the future as it will be unless there's a different decision made. And that is the role that we would urge upon this Commission, to recommend stable funding for the DFO, to recommend that there be no decrease in existing Federal capacity and resources, and, in fact, to recommend some specific additions to specific areas as we've set out in our submission.

And this is a particularly beneficial time because unlike the prior commissions who have had to dissect the harmful impact of budgetary reductions, this Commission has an opportunity to stop and, in fact, influence the change.

So the other element of the finances that I'll deal with just briefly is we've made a recommendation that the budget reductions dealing with Environment Canada not touch upon the DFO and, specifically, Pacific Region.

The Government of Canada, in its written

submissions, says that the basis of our recommendations is without evidentiary foundation and to that, we say simply this, is when we put the question of the 11-percent reduction of positions in Environment Canada, the Government of Canada did not object to a lack of evidentiary basis for our question. We're now prejudiced by the late objection, but you don't need to decide whether the reduction is 11 percent, five percent, all we are asking, and you'll find this in our recommendations, is that any reductions by Environment Canada not touch upon the federal capacity with respect to the Pacific Region.

We turn to the second issue, and that's of co-management, and this is an area of significant disagreement among the participants over the issue of devolution of Federal authority. The present model has the Federal government undertaking considerable consultation and collaboration with First Nations and other groups.

Some parties before you suggest that the funds used for such consultations are wasteful, and we don't share that view, but more importantly, some participants before you are taking the position that the present model doesn't adequately account for their right to be involved in decision making.

What we say to this, Mr. Commissioner, is that the extent of aboriginal rights is of great debate among the participants, as is whether or not you ought to entertain that debate. The PSAC takes no position on either of those points, but what we do say is that the participants who have advocated for co-management have not put forward an actual model and explain how that model would work in theory and in practice before suggesting such a dramatic paradigm shift. And the First Nations Coalition expressly refers to what they're advocating as a paradigm shift.

One would have thought that somebody would have explained what the body would be, who would be on that body, what the decision-making process would be, what the dispute mechanism for resolving disputes would be, and how the body could make timely decisions as fish habitat and fish management decisions must be made, for example, in-season decisions that need to be made in a

matter of hours. And none of them say how the model would fulfil Canada's obligations to international treaties, as well as its provincial obligations.

We further say that it does not make sense that one should experiment with new paradigm shifts with the Fraser River sockeye salmon, that that is too important of a resource and too complex, and too delicate to allow for kind of a laboratory experiment to see whether the new model would be better.

Finally, there's a suggestion that there needs to be a new model in order for better buyin. And what we say in our written closings on this point is that the problem doesn't seem to be that the present model doesn't account for The difficulty is is that appropriate buy-in. some of the participants believe they have better rights than the present model presently provides, that they believe they have the rights to comanage or jointly decide and it's then not surprising that the present model is unsatisfactory and may lead to some concern about whether or not it's an appropriate model. once you step back, once everybody has a common understanding of the rights and responsibilities of the various parties, that we say the present model should provide for adequate buy-in for all.

And finally, on the co-management, we say that none of the proposals demonstrates that the new systems are as effective, efficient, reliable and trustworthy as the system as it presently is. I guess I'm reminded of the phrase that, you know, "Democracy is the worst form of government, except for all the others." It may be that the present system is the worst form, except for all the others. We are, of course, hopeful that your recommendations will help improve the present model.

The third are is the Wild Salmon Policy and we submit in our written closings that there was not a sufficient political will and resources developed to the implementation of the Wild Salmon Policy. The believe that such a transformative policy could be implemented without increasing resources and without designating a specific person ensuring for the implementation essentially

made it so that the policy could not be accomplished.

And we expressly adopt the findings, recognizing that they're still in draft form, of Exhibit 1992, which was entered in on Friday. And we particularly adopt the main findings, at (i) to (ii), in which they indicate that the progress has been slow, the region lacks resources and there's a lack of plan that led to a compromised progress.

And we specifically adopt the recommendations found at (iii) to (iv), in particular, recommendations (i), (ii), (iii), and (iv). And recommendations (i) is you'll see, Mr. Commissioner, is that the WSP needs a firm commitment and funding. Recommendation number (ii) is that they need to identify priorities, action steps and target resources strategically. Number (iii), that there needs to be a formal implementation plan. And number (iv), that they make a senior manager accountable for the implementation.

Simply put, the evidence has demonstrated that the RDG has too much on her plate to specifically ensure the implementation of the WSP.

With the minute or two I have left, Mr. Commissioner, we go back again to the finances and say we adopt the submissions of Mr. Rosenbloom and Ms. Pacey, that most of the problems identified in these proceedings with respect to the DFO are attributable to one source, and that's the lack of funding. And we recognize that money alone cannot solve the problem, but we know that this problem cannot be solved without more money.

One point of clarification, if I can just take you to page 4 of our recommendations? And clearly, late at night, grammar was not my strong suit and I simply want to correct for the record what that recommendation is.

Given the incredible demand on the department and its employees, no additional responsibilities or duties ought to be imposed without a correlating increase in the department's resources. So just again, given the incredible demand on the department and its employees, no additional responsibilities or duties ought to be imposed without a correlating increase in the department's resources.

So to conclude, Mr. Commissioner, I'd like to thank you for your time and your attention and your due consideration for our submissions. I'd like the thank the Commission staff, both lawyers and particularly non-lawyers who have worked very hard and have been very punctual in getting back to the parties, and they've been of great assistance to us all. Thank you.

THE COMMISSIONER: Thank you very much, Mr. Buchanan.

SUBMISSIONS FOR RIO TINTO ALCAN INC. BY MR. BURSEY:

MR. BURSEY: Thank you, Mr. Commissioner, my name is David Bursey, I'm counsel for Rio Tinto Alcan.

I'll be brief, which is probably wise, given that I'm probably the last person standing before the people in the room and lunch.

So Rio Tinto Alcan filed a written submission on October 17th, and we rely on that submission. I only have a couple of brief comments this morning which arise out of the reply submissions.

Rio Tinto Alcan did not file a reply submission because there was nothing in the main submissions to reply to, but in the reply submissions, Canada filed some comments on what we had filed in our main submissions, and there's a couple points of clarification that they wish to make, and this is on page 11 of their reply submission.

Rather than get into the details, I'll just say that we've gone back and looked at the transcript references that we referred to and we're both referring to the same transcript references from the testimony of Dr. Macdonald on September 15th. We think what we said in our original submission on October 17th is fair and accurate and we ask that the Commission just review those transcript references which we have provided and we think you'll come to the same conclusion. And that's all we have to say, rather than get into the details, because they are rather small points.

We'd also like to thank the Commission staff for their assistance throughout this process. There was an awful lot of work behind the scenes that have made this process much more efficient than it would have been otherwise. And also,

thank you for your time.
THE COMMISSIONER: Thank you very much, Mr. Bursey.
Mr. Blair?

SUBMISSIONS FOR B.C. SALMON FARMERS ASSOCIATION BY MR. BLAIR:

MR. BLAIR: Mr. Commissioner, for the record, Alan Blair, appearing with my co-counsel, Shane Hopkins-Utter for the B.C. Salmon Farmers Association. I will echo the remarks that you've heard from some of the previous counsel with respect to the courtesies that we've all been extended from Commission staff, the lawyers and the staff who have helped managed the vast resources that have been required, including the hundreds of thousands of pages of documents, much of it technical in nature. So we certainly echo those remarks of appreciation.

My client appears before this Commission in a somewhat unique position. Mr. Prowse for the Province was remarking how one day was adequate for logging, and I heard the hesitation in his voice and heard the remarks about an endeavour in British Columbia which has been going on for so long as logging has been with its obvious impact on water ecosystems up and down the coast received today. That's not a criticism, but that's just to remark that the scope of this inquiry is indeed very, very large.

Somewhat more topical, apparently, are the activities of my client and that certainly, they've received and continue to receive attention both within the Commission and outside the Commission.

I do want to, at the outset, just remark about what an opportunity all British Columbians and, indeed, Canadians have to be able to participate in such a forum as this commission of inquiry on as contentious an industry as the aquaculture industry has become and, in particular, and this has been evident to my client from the beginning of this process, the industry groups have a difficult time winning the wars in the blogs, and web pages, and newspaper columns where fact and fiction merge seamlessly. Courtrooms and inquiries, where witnesses are

required to take the stand and affirm or swear to tell the truth provide an entirely different quality of evidence and my client has had the great benefit, indeed, British Columbians have had the great benefit of taking some of the mystery around this industry and pushing it back into the shadows. And we thank the Commission for providing that opportunity.

We are at the end of a very long inquiry, and aquaculture's been a thread which has woven its way through much of it, including its own special section. And we believe, and you'll hear from our submissions, both oral and written, that we think the evidence really establishes quite clearly that aquaculture plays a very low, if any, impact on the terms of reference, question, central question regarding whether or not it contributed to the decline of the Fraser River sockeye salmon.

I owe a great debt of gratitude to my associate who I've mentioned, Mr. Shane Hopkins-Utter, who was fundamentally instructive in helping produce the submissions that we've prepared with the assistance of some technical people that we had in the background. And as I believe counsel for Rio Tinto Alcan just said, we rely on our submissions, although I will go into them in somewhat greater detail given that more central responsibility that this industry has before this Commission.

I don't require Mr. Lunn to put up on the screen, although I'm certainly happy to do so if the Commissioner wishes to see it, the particular passage that I'm referring to, but I don't need to have him go onto the screen and that's because I intend to proceed with some speed through the 150 pages of written final submissions and a lengthy, almost 80-page, written argument in reply. But I will just outline, again, what we intend to cover today orally.

We will spend a very brief period of time talking about the factors which we think are most likely to have caused the decline, overall declines and, in particular, the event of 2009. And again, I think it's fair to say that most of the parties here do recognize that the factors that we've listed in our written argument, including climate change in the marine

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environment, food abundance, harmful algal blooms and predation certainly rank right up there amongst the evidence that the Commission had heard with respect to factors which are most likely to have contributed to the overall decline. you'll recall the evidence when Dr. Beamish and others were on the stand, they were talking about the double whammy or the triple whammy, and it seems fairly central that the effects in the marine environment in 2007 for the out-migrating salmon which returned in such low numbers in 2009 really presented a very unique and challenging set of circumstances for the young coho, or rather sockeye, and perhaps coho, sockeye that were migrating out to the North Pacific so we'll touch on these very briefly because I think there's very large agreement that they were most relevant to your inquiry.

We'll discuss in somewhat greater detail, Mr. Commissioner, the precautionary approach to regulation and management of our industry, and we will describe it, as we have in our written submissions, as informing the debate on the precautionary approach.

The precautionary approach with adaptive management is the way in which this industry and, indeed, most industries in Canada are, in fact, regulated and people often confuse the precautionary approach in adaptive management with a precautionary principle, seeming to believe that precautionary principle means anything which can impact an environmental ecosystem must be stopped at all costs, and that is not what aquaculture is, that is not how aquaculture is managed and regulated, nor other industries. There's a precautionary approach in adaptive management, and I'll get into that in some detail in what we've described as defining the precautionary approach. We'll discuss that specifically with respect to aquaculture from a management and regulation perspective, the effect of the transition between the Province and the Federal Government, and some other areas.

We then will speak about the reliability of the farm data and the provincial audit program, which has been underway now for many, many years. Without getting into it in too great of detail,

Mr. Commissioner will recall the order for 120 farms of data going back a number of years and that that data was described by Dr. Korman as impressive and robust. And indeed, I submit to you, given the information that the Commission staff, and yourself, and the participants had an opportunity to review, one can conclude that that characterization by Dr. Korman was fair.

Of course, DFO Science and Management has touched on every issue that you've heard pretty well, and it certainly touches on our issue, more so now because of the *Morton* decision and the increased role that DFO plays, and so we'll discuss that relationship between DFO Science, Management and our industry.

We'll discuss briefly the issue around closed containment and coordinated fallowing, in part because I think it's fairly clear that closed containment is an idea that has not yet reached fruition. It's not economically feasible. You've heard that in terms of viva voce evidence from some of the witnesses and some of the reports that were produced. Coordinated fallowing has also been experimented with in certain areas, really, commencing back in the Broughton Archipelago when there was some sensational claims that the pink salmon were declining to extinction in the early 2000, a claim which has proven out to be sensational and false, but it did provide an opportunity for looking at the idea of coordinated fallowing, and we have references in our written submissions from Dr. Saksida, in particular, who can discuss the effect of that.

Of course, many people are wanting to know about the central issue of protection of wild salmon on the migration route and centrally what, if any, role the B.C. aquaculture industry plays in that regard. It would be a useful place to start and we'll go in some detail, but we commend to your reading our summary of the overview of Project 5 reports.

I think perhaps one of the most startling parts of this long journey for all of us was that Drug Section. Noakes and Dill, who certainly approach aquaculture and even the science around aquaculture from different points of view, that's perhaps being polite in terms of the scientific

disagreement that they may share, they were certainly polite to each other in the stand and they ought to have been, but they approach that issue from two very different positions and yet, they were large in agreement with respect to many of the impacts or lack thereof of aquaculture, and we'll address that in some brief detail.

There was what I think Mr. Martland referred to as the tennis match or the ping-pong match of the Noakes/Connors back and forth as they both looked at each other's assessment, and I will strip that down in some detail as to why it is that we say Dr. Noakes' evidence ought to be preferred over the conclusions reached by Dr. Connors.

The farm siting and the protection of the migratory route is, of course, central to how the B.C. aquaculture industry operates. Each farm is selected by way of a site application which is thorough, it's expensive. The aquaculture industry provides lots of opportunity for public input. There's a Federal/Provincial role, CEA screenings. It's really a very, very complex arrangement to get a farm sited and permitted and when we'll discuss briefly how, once it's in place, there's a continuing monitoring by various parties, Federal and Provincial governments, the industry, itself, and indeed, we'll touch briefly on the ISO certification, which was described by Mr. Backman as a third tier of monitoring.

You've heard, perhaps all of us who are not scientists in the room have heard about fish health management plans, or FHMPs, their purpose and their central role in managing the industry. I'm going to make a couple of anecdotal references to the evidence and, really, one is related to the panel that you heard. On the panel was Mr. Swerdfager and then three fish professionals, Dr. Sheppard for the Federal Government, Dr. Marty for the Province, and Dr. MacKenzie from the industry and they were discussing fish health management plans and fish health generally. These are generally recognized, those latter three, as the three veterinarians, fish health professionals who are most closely able to discuss and relate to the disease profile, or the fish health database from their perspectives of government and within

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I don't recall exactly the amount of time that each participant was given, but it was striking to me that with these three individuals on the stand, and with the fish health database which was before all counsel, the crossexamination by some of our vigorous opponents hardly touched those central issues.

One needs to go back into the transcript and just see how little actual hard questioning on the fish health data plan was put to those individuals by our vigorous opponents, and why was that? Well, because the fish health data plan and according to -- fish health database according to Dr. Korman was impressive and robust and when faced with evidence under oath and questions which we'd be here in answers forever, our opponents steered well clear of challenging those witnesses on the hard numbers.

There was an idea floated that marine anaemia might have played some role, and we saw the fictitious eight-quarter graph table that Ms. Morton produced and, of course, that was just a mere typing error, but it speaks to the issue of just how fanciful the attacks were with respect to Conville Bay and marine anaemia. And putting up on the slide some reference that marine anaemia was the smoking gun and here we found it on Discovery Island was really put to rest completely when those witnesses explained to the Commission the harvesting profile of those particular sites. And you may recall, certainly, in the evidence that the site was harvested by the time the migrating sockeye salmon were going out in the spring of 2007, that the Conville Bay chinook site harvesting commenced in the late fall, November of 2006, and that the site, I'm going from memory, had approximately 3,000 tonnes and the very last harvesting was in May and there was a mere 87 tonnes left in the sites in May, about the time the fish were migrating out. And yet, the suggestion put to the witnesses other than the ones most able to answer those questions were that, "Aha, we have it, we've got marine anaemia in chinook in Discovery Passage."

So that was the one anecdotal reference to when you've got the right experts on the right

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topics in front of you, why don't you ask the right questions. Well, because you don't want the wrong answers.

The other example I'm going to speak of was when we had Dr. Saksida and others on the sea lice panel, that sea lice may have started it all. When you stop and think about the notoriety that this industry has received at the activists, not academics, but the activists pronounced, and sensational press conferences, it was all about sea lice and the pinks in the Broughton. And yet, when we finally get, now, today, to 2011 and we hear Noakes and Dill agreeing that sea lice plays a minor, if any, role at all, other than Dill has a little caveat about whether it might possibly act as a vector, and I'll speak on that if I have time, but we had Dr. Saksida who was an expert, an internationally-recognized expert and counsel for the aquaculture coalition, who had 30 minutes to talk to Dr. Saksida about sea lice, about the reason why aquaculture might be receiving as much attention as it is 10 years after it first received that fame in 2001, or thereabouts. 20 of the 30 minutes were spent on wondering who was on her board of directors at her Canadian Aquatic Health Sciences Centre, 20 of the 30 minutes, and she kept indicating to the Commission that she had directors from industry and directors from government, and there were even some NGOs who were there. And rather than asking Dr. Saksida the tough questions about sea lice, a world-recognized expert, we debated whether or not she had a balanced board. And I note it's 12:30 so perhaps it's a reasonable time to break.

THE COMMISSIONER: Thank you, Mr. Blair.
THE REGISTRAR: The hearing is now adjourned until 2:00 p.m.

(PROCEEDINGS ADJOURNED FOR NOON RECESS) (PROCEEDINGS RECONVENED)

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

SUBMISSIONS FOR B.C. SALMON FARMERS ASSOCIATION BY MR. BLAIR, continuing:

 MR. BLAIR: Thank you, Mr. Commissioner. Just before I commence back to my remarks, I wanted to pick up on a topic mentioned briefly by Mr. Taylor in his remarks on Friday, and it deals with the consideration of both the Conservation Coalition and Aquaculture Coalition asked in their submissions for you to consider, and that was the release of all of the documents in ringtail be made public, in the words of the Aquaculture Coalition, so that they're not secret and so that they're not lost to the public.

I would support the position taken by Canada which is that if the Commission is thinking of doing that, we'd be provided an opportunity to make submissions on that. I won't spend much more time on it other than to say that hundreds of thousands of documents were produced. There's a rigour around why they become exhibits and why they aren't, and for them to be released into the public I think would provide a chilling effect on future inquiries. That's not the least of my concerns.

In addition, some of the opponents of aquaculture have a propensity of using half a document or a quote out of order, and we don't need to have that battle again and again. The suggestion by the Conservation Coalition that they'd be useful in a future audit by DFO is easily handled. DFO can simply make available to an audit the many hundreds of thousands of documents that they produced.

So I would be opposed to making a ruling on that without us provided an opportunity to make further submissions.

I'd like to drill into some of the topics that I discussed in a cursory way before the lunch break. I'm going to start, if I may, with the precautionary approach to regulation and management of the aquaculture industry, since clearly this is the way in which the aquaculture industry is managed in this day and age. We indicate that the Canadian law recognizes the precautionary principle can be tempered with adaptive management, and it's not considered to be a zero risk approach.

We say that in British Columbia, the precautionary approach and adaptive management

together has been a hallmark of how the industry's been regulated, both by the Province and by Canada, and that a number of precautionary measures are taken on by the industry itself to minimize any risks.

First and foremost, among that precautionary approach and adaptive management is the whole

First and foremost, among that precautionary approach and adaptive management is the whole issue of the farm fish health data, and the database that, Mr. Commissioner, you've had the opportunity to review with your counsel and the participants have as well. That database is there. It demonstrates to the regulators the status of the fish health and provides an ongoing, sort of in real time, check and balance to demonstrate the health of the fish in the pens. As you know, it's supplemented by the external auditing by the -- traditionally been done by the Province.

As I indicated earlier, I'm not going to ask Mr. Lunn to pull documents up on the screen, but I can, just for the purpose of the record, direct, from time to time, the Commission to a reference that I'm making, and that last reference with respect to monitoring fish health, you can read in greater detail at Exhibit 1668, which is a review of the British Columbia Ministry of Agriculture and Lands, Fish Health Audit and Surveillance Program.

Again, I'll also quote some paragraphs from our submissions, and in all cases, it will be from our final submission as opposed to our reply unless I indicate otherwise. So at paragraph 86 of our submission, we comment on the robust and reliable nature of the fish health data, and the evidence that points in that direction including from most of the fish health professionals who gave evidence.

Dr. McKenzie indicated that there was an audit program in addition to the daily farm sampling program which helped give greater confidence to the results. Similarly, Dr. Korman suggested the problems on farms in terms of fish health data would be easily found in the data.

In our submissions between pages 49 and 62, we discuss resource management decision-making and sustainable development and we cite Exhibit 8, Wild Salmon Policy, and the references there to

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the precautionary approach and point out that, in addition to the sort of traditional environmental considerations, it requires a consideration of reliable and credible scientific research, but in conjunction with socioeconomic considerations and management decisions where any uncertainty exists.

It's important to understand it is socioeconomic issue as well as pure science. I won't spend much time, but you've heard evidence, and I'm sure it's fresh from some of the submissions even this morning, that the aquaculture industry provides a significant benefit to the local coastal communities. You may recall the evidence where it was indicated that an annual minimum wage of 32,000 is doubled by aboriginal persons working -- and others, but aboriginal persons as well working in the farm sites -- I'm sorry, doubled for those working in the fish processing plants, and tripled by those working in farm sites to 32,000 and 48,000 respectively.

The Aboriginal Aquaculture Association produced a document which indicated that about 108 aboriginal persons employed in salmon farming operations earned about 5.5 million annually and another 178 aboriginal persons employed in the processing side of the operations, almost another 6 million annually.

We also say that when one examines Exhibit 216, the Aquaculture Policy Framework, that discusses in part the effect of fish farming on reducing pressure on wild fish stocks. Dr. Hyatt agreed that aquaculture, if properly assessed and rigorously managed, could reduce pressures on wild fish stocks in aggregate.

At our paragraph 100, we quote Exhibit 8, Wild Salmon Policy, and note that the DFO has:

...a role to "manage aquaculture so that it's environmentally sustainable, socially responsible and economically viable" in a manner "consistent with other human activities...".

So, really, it's a very broad sweep of considerations that DFO manages in managing the industry.

You heard from a number of witnesses, Mr. Commissioner, about biosecurity. It's found in the evidence, the transcript of August the 29th, Korman, Connors, Noakes and Dill, and later on September the 6th, Dr. Saksida, describing biosecurity and best management practices in place. You may recall that questions were posed to a number of witnesses who indicated that, in their view, salmon farms could co-exist with wild salmon. It was the Aboriginal Aquaculture Coalition who framed their question quite simply and we finally just -- several different panels and our scorecard has Drs. Kent, Stephen, Noakes, Dill, Korman, Connors, Saksida and Jones agreeing with the proposition that they could co-exist, that is, salmon farms, with the wild salmon. In addition, there were papers that are

In addition, there were papers that are previously published including ones by Dr. Beamish, Dr. Marty and Dr. Saksida that expressed that same opinion.

It's important to understand the nature of the business. The nature of the business is to have live fish swimming in open pens in the ocean, and so in order to manage that, that physical plant, fish health professionals agreed universally that biosecurity and fish health management plans are an effective way to reduce the risk of pathogen transfer from salmon farms and to minimize that.

It was agreed on August the 31st, when you heard from Drs. Marty, McKenzie and Sheppard that, as experts in the area of management of fish health and aquaculture, they had a high confidence that the risk of disease in salmon farms is managed with appropriate care and attention. You might recall that Mr. Swerdfager, who was on that panel, threw in a management viewpoint briefly at the end of that exchange where he agreed with that proposition from a management perspective. Again, I'd commend to the reading of the transcript of August 31st to review that information.

At our paragraph 110, we cite a paper that was co-authored by Dr. Marty and Dr. Saksida and entered as Exhibit 1555 which dealt with the coordinated fallowing in closed containment and concluded that they're not necessary to protect wild salmon from salmon farms. Dr. Saksida, in

 her evidence September 6th, commented that on a recent paper by Morton and others, Exhibit 1557, showed that fallowing a farm did not make a difference to the salmon population. In fact, there were poorer returns in areas that had been fallowed.

We discussed closed containment in a variety of different parts of our submissions, Mr. Commissioner, and at our paragraph 111, we discuss that the evidence requiring drastic action such as shutting down all salmon farms along the migratory route and moving to closed containment is not supported by the evidence in terms of the risk management approach, nor is it viable.

We heard from evidence reports filed by the B.C. Salmon Farmers Association and verbal evidence from Clare Backman of Marine Harvest who spoke to one of those papers indicating that it's not commercially viable and while they're undertaking joint studies, in some cases in conjunction with and in cooperation with some of the environmental groups, they're not yet there. Closed containment does not work in terms of an economic model at this point.

Then we heard from Mr. David Marmorek, and he was asked the question with respect to the precautionary principle or the precautionary approach, and the question whether salmon farms should be relocated, his answer - and you can go to the transcript references sited at paragraph 111 referring to his evidence in September the 20th - says that he recommended continuing collecting data from wild fish prior to making any management decisions in that regard.

Dr. Noakes, in his evidence on August the 29th, indicated that the data does not support closing salmon farms and that husbandry and health management minimize risks to wild salmon.

We discussed the issue of protection of wild salmon on migration routes in our pages -- it says 63 to 138. That sounds a little long. We'll say commencing on page 63. We say that the evidence demonstrates that properly managed aquaculture can co-exist in the marine environment, and that the government industry are aware of the need to protect any impact with migration routes of wild salmon, and do so through siting criteria and

 environmental assessments and through the fish health management plans, biosecurity and an areawide approach to siting and monitoring salmon farms.

It's interesting to note that there's evidence that salmon stocks such as Fraser River pink salmon are increasing in abundance and that those stocks migrate past salmon farms, so while this Commission's been convened to determine what's been the reason for the drastic decline in Fraser River sockeye and fingers have been pointed towards the aquaculture industry, pinks from the Fraser River have been increasing in abundance at the same time. So it seems that there are different factors at play.

Often when one refers to the migration route, the topic of Harrison River sockeye comes up and it seems conclusive proof for some that because the Harrison stock appear to migrate through the Strait of Juan de Fuca, that must be the evidence. But we note in our paragraph 130, citing Exhibit 748, the Drs. Peterman and Dorner report, Technical Report 10, that although the Harrison River sockeye have different life cycles, Washington Lake sockeye, with a similar migration route, are also decreasing in productivity, suggesting that the different migration route is not the sole reason for Harrison River salmon increasing in productivity.

They go on to discuss some notable differences in the life cycle of Harrison River sockeye. I won't go into them in detail, but fundamentally, Mr. Commissioner, you'll recall the Harrison fish migrate to sea in the first year of life as fry instead of over-wintering in fresh water. Then their resident time in the Strait of Georgia is also different.

So we say, in conclusion - and this is adopted actually. These are the remarks of Drs. Peterman and Dorner. They say:

Thus, the reason for the Harrison's exceptional trend is probably not attributable simply to its different migration route.

I note further that there's really very

little evidence in terms of the Harrison River migration route and Dr. Peterman speaks to that point when he says:

...there was only one study, which is "very limited evidence" --

They're his words.

-- that suggested they may exit through the Strait of Juan de Fuca and up the West coast of Vancouver Island...Dr. Peterman instead suggested that due to their different life history, [in particular] their body size "might make them less vulnerable to whatever stressor... [is] causing mortality for the other fish."

So we've taken it almost as accepted truth that the Fraser River sockeye -- sorry, the Harrison River sockeye, migrate in a certain pattern, but it bears -- it bears recalling the evidence of Dr. Peterman that there's one study which he says is very limited evidence to that effect.

I need to spend some considerable time on the Project 5, the salmon farming report, the technical reports commissioned by the Commission. It'll be our submission that the four advisors to the Commission, Drs. -- led by Drs. Dill and Noakes concluded there was no significant relationship between salmon farms and Fraser River sockeye decline. Dr. Noakes and Dr. Dill generally agreed that most aquaculture factors critics usually say contribute to the decline, actually don't pose risks.

I won't go through them in great detail but you'll recall that they agreed that waste, escapes of Atlantics from the farms, and sea lice are unlikely to have made a significant contribution. Dr. Noakes went a little further and said that escaped Atlantics and waste discharges from farms moved the risk from miniscule to approaching zero.

The references I've just made, you can find in Exhibits 1575, the David Marmorek addendum to Technical Report 6, as well as both the Noakes and Dill reports, Noakes at 1536 and Dill at 1540.

 Another observation, and this seemed to be glossed over by people when they were discussing the potential impact of sea lice is the different types of sea lice which might affect Atlantics or, indeed, a variety of Pacific species. But less thoroughly covered, I suggest, during the Commission, were the pathogenomic (sic) risks of — pathogenomic differences between the Atlantic Lep. Salmonis and the Pacific version of the Lep. Salmonis.

At paragraph 146, we discuss that in some detail, that the Pacific are genetically different than the Atlantic and appear to be "less pathogenic and more sensitive to environmental conditions."

Drs. Jones and Saksida co-authorized a paper which showed that differences of pathology by way of examining the frequency of treatments in B.C., that salmon farms compared to Norway and Scotland, and we refer to that in our paragraph 146, and their transcript evidence is cited at the bottom of that paragraph.

So proof of the differences are found in the treatment regimes that the salmon farms use on the farms, and of course you heard several times - and this seemed to be a surprise to some participants - that the salmon farms are not treating the lice for the benefit of the Atlantics. They're treating the lice on the Atlantics at a time and place and at an intensity to meet with their obligations and to favour any -- minimize any risk and place the migrating wilds in a favourable position, vis-à-vis the lice which the salmon farms might otherwise be shedding.

There was a discussion about whether sea lice could be acting as a disease vector, and at our paragraph 170, we've summarized part of the evidence of Dr. Jones that he gave on September the 6th where he says:

My sense is that from what we've heard and what we've described today, that the spread of disease that's specifically due to sea lice is not a significant issue as it relates to the health of wild salmon populations.

They go on to dispute that it does not act as a

disease vector.

Time for the ping-pong match -- or the tennis match. I really must get into the Dr. Noakes, Dr. Connors' controversy because fundamentally, Noakes and Dill, as the two principal authors, approached their task differently. Noakes, his background is different than Dill, and he did a fine-scale farm-by-farm analysis looking at all the fish health data. Tellingly, Dill, in his report, refers to the fish -- the farm data being aggregated because, of course, Connors aggregated it. So Dill, in his report, seems to suggest he didn't know that there was 120 farms on a farm-by-farm basis. He refers specifically to the aggregated data, that that wasn't as good.

So he's clearly relying on Connors who did aggregate it for his reasons of showing correlations, which I'll speak to in a minute. So the fact that Dill comes to different conclusions than Noakes is hardly surprising, both by the way they approached the data, their apparent working knowledge of the data, and their two different scientific disciplines in examining the data. Perhaps the explanation for Dill, as well by Connors, so Connors did for me what Noakes was able to do on his own. It's not that simple, and hence the ping-pong match. Clearly Connors and Noakes approach this differently.

Now, I remind you, Mr. Commissioner, that Connors was the graduate student of Dill and there's a very close association there. Perhaps that's why Dr. Dill was quite comfortable in relying on Dr. Connors' assessment, but he made some fundamental flaws which I really must get into in some detail. We're not asking you to prefer Dr. Noakes because we like his evidence better. We're saying that when you look at Dr. Noakes' evidence and assessment on a fine-scale farm-by-farm analysis, and you look at the way in which Dr. Connors aggregated it, and the assumptions that he made and the flaws in those assumptions, one is drawn to the fact that you must disregard much of the Connors evaluation, and when you do, you must disregard much of the comments that Dr. Dill makes, since they flow from it.

One of the points that Dr. Noakes made -- and

I'm referring to our paragraph 135. That would be the Noakes transcript of August the 26th and also David Marmorek, transcript of September 19th, which the page and lines are footnoted of course, in our -- in our submissions.

While Dr. Noakes commented that the fish health data time series was relatively short, he commented that:

...the Fraser River sockeye salmon: data included historic high returns of 2010, and historic low returns of 2009, which provides data includes the historic high return of 2010 and the historic low return of 2009, which provides the contrast which Mr. Marmorek explained is necessary to determine the likelihood of relationships.

As Dr. Noakes put it to us, and perhaps like many of us I listened to him and I tried to understand what he was saying but I don't recall doing very well in my second year business statistics class 35 years ago, but he did say that when he had a chance to look at the length of why the short-term analysis had failed to detect a significant relationship, he said that when you put in the '09 and the '10 returns, they had more statistical power.

Now, you will recall that Dr. Connors didn't look at 2010. So again, Dill wasn't qualified to and/or didn't look at it on a farm-by-farm basis. Connors didn't look at the relevant piece of information that -- Connors didn't look at the relevant piece of information that Noakes looked at which included the 2010 historic highs which gave it the statistical power.

Dr. Korman described it this way in our paragraph 136. Dr. Korman said:

..."[n]egative effects of salmon farms on returns of Fraser River sockeye between 2002 and 2010 were not apparent" --

From the data.

-- the Fraser River salmon demonstrated "exceptionally low and high returns in 2009

and 2010, respectively", and that the number of mortalities on farms potentially caused by disease remained constant while high risk diseases and sea lice levels declined. Given the reliability of the fish health data from the industry and the rigour of the audit program, it is significant that the Commission's Project 5 experts agreed that there was no "strong signal" in the data...

So here we have an ability to look at the highs and lows. Noakes took it to a fish farm level which Connors didn't do, and it's not surprising that, with that assessment and with his skill set, he reached slightly different conclusions.

Connors testified -- and I'm at paragraph 137:

Dr. Connors testified that he aggregated the data, and did not assume migration routes. Dr. Dill's report, Exhibit 1540, criticised the farm data for being aggregated by fish health zone, which precluded "a breakdown according to proximity of the farms to the presumed migration route of the majority of juvenile Fraser sockeye".

That's a quote. Well, that's not true. It was broken down on a farm-by-farm basis, and apparently, even at the writing of his report, he seemed unaware of that.

However, Drs. Korman, Connors and Noakes all testified the data was not aggregated, as we well know, and was available on a farm-by-farm basis. This shows that Dill not only relied exclusively on Connors' report, but he didn't even look at all the available data and the transcript references the cover (sic) part of this, Mr. Commissioner, on August the 26th. The references to Dill are found in his report at page 16.

We go on, on this detail, at our paragraph 138 where Noakes indicated that he did in fact:

...a fine-scale farm-by-farm analysis of the data that he said could have been done -- should have been done in order to determine

where high-risk disease events occurred and whether there was a risk of pathogen transfer. Not only did this action increase the power of the Noakes analysis, it led him to conclude:

The evidence suggests that disease originating from salmon farms has not contributed to the decline of Fraser River sockeye salmon.

Dr. Noakes furthermore testified this analysis showed farms are "very unlikely to contribute any exposure to pathogens".

So there's a reason why they have differences, and this reference that I've made, and this portion of our written submissions gets into this in further detail.

On the question of expertise, we comment, in paragraph 174, that:

Dr. Connors is not an expert in the areas which Dr. Noakes had significant criticisms.

Now, Dr. Connors is not qualified as a fisheries climate interaction or time/series analyst. Dr. Connors long-term analysis was dependent upon fisheries climate interactions and specifically sea surface temperatures and time series analysis, so we say that he's out of his depth, and that Dr. Noakes is an expert in these areas.

Another aspect of Dr. Noakes' report which he looked at is Exhibit 1536. He says:

...it is much more reasonable to consider the relationship between sockeye, pink, and chum abundance in the North Pacific and Fraser River sockeye productivity. ['Cause] there is strong evidence that sockeye, pink, and chum salmon have a very high overlap at the trophic level and there is likely to be negative interactions among these species through competition.

He said, and it's covered in his transcript on August the 26th [as read]:

There is evidence that pink and chum production (as indexed by catch) in the North Pacific has responded to shifts in ocean conditions in a synchronous fashion with the reverse pattern of changes (shifts) being observed for sockeye salmon --

Citing a Noakes and Beamish 2009 report. He said:

It does not make sense to consider pink salmon abundance only given the significant trophic overlap for the three species (sockeye, pink, and chum salmon) and particularly when no significant relationship was found between the abundance of pink salmon in the North Pacific and Fraser River sockeye salmon production when they were considered independently.

Noakes went on, in the ping-pong match - and I'm nearly done - to say that Connors also failed to take a certain number of pre-analytical steps, and he did not perform the necessary analytical diagnostics to the data. I don't know what that means exactly, but that's why we have Dr. Noakes, who's the statistician, who indicates that in his opinion Dr. Connors failed to take the necessary pre-analytical steps.

Noakes went on to explain why it was inappropriate for Connors to simply look at salmon farm production data, specifically when farm production was increasing while high-risk disease events were not. So let's think about this. We have Connors looking merely at the salmon numbers, farm production, and it's increasing. But disease is going down, but he doesn't look at it from that perspective.

You'll also recall that Noakes actually identified farm by farm in a handful of high-risk events that he found. I think, overwhelmingly, maybe six for six or five for six, we're off of what we had described as the main migration pattern for Fraser River sockeye somewhere in the Sechelt Inlet as I recall, going from memory, and some I believe were external to the main migration route, perhaps on the west coast. In any event, when he looked at it and he took these high-risk

 events and placed them on a farm-by-farm basis, something that Connors didn't do and couldn't do, or didn't have the skill sets to do, partially describes the differences in their conclusions.

There's also the question, frankly, of bias. I won't get into it in any great detail, but at paragraph 183 in our submissions, we describe what we say to be the bias of Dr. Connors in the way in which he used silvers in his analysis in a way to increase the likelihood of finding a relationship.

So, in summary, we say Noakes ought to be accorded more weight than Dill, and where Noakes and Connors disagreed, there's a reason for that disagreement. The diligence and skill sets that are different provides Dr. Noakes in a better position to advise the Commission of the matters that he spoke of and wrote of.

I want to speak now, if I may, on farm siting, the process for siting farms and protection of the migratory route of wild salmon through that process. Generally speaking, I'm between pages 87 and 96 in our submissions.

At our paragraph 186, we talk about siting criteria used by salmon farmers under the Province that were put in place as far back as March of 2000, and we note that the list has been adopted by Canada in applications for aquaculture sites that they're now handling.

It's important to note that the way our process unfolds, and we describe that in the next several paragraphs, including at paragraph 187.

...the company will collect the information necessary to satisfy a site application, including for the **CEAA** screening.

That information is the responsibility of the applicant for completing and submitting it to both Canada and to the Province. Some of the information that they have to provide deals specifically with fish habitat, and that means including migration areas, so these matters are

all taken into account.

You might recall the evidence, I believe it was from Ms. Parker who, when asked to describe the protective measures in Norway and the protective measures in British Columbia as it

relates to migration, there was a map that was on the wall one day and we saw small bright red portions of the Norwegian coast which were no-go zones, you know, no salmon farms. Ms. Parker indicated, well, the entire B.C. coast is a migration pattern 'cause the Fraser River is at the bottom of our coast and the salmon are migrating up the length of the coast. So the way it's dealt with in British Columbia is the aquaculture industry has identified numerous fish-bearing streams that were never know before. In other words, the database is much more refined, and salmon farms are excluded from all areas where there's salmon-rearing and salmon-spawning areas. So we looked to the Norway experience to say, well, they've got these national protected -protective strategy, there's no fish farms.

So we looked to the Norway experience to say, well, they've got these national protected -protective strategy, there's no fish farms. We
look at our salmon farming industry in British
Columbia and we say each and every single salmon
farm takes into account migrating salmon and where
they spawn. It's been a part of the application
process for ten years, so to say that B.C. and the
federal government haven't been responsive to the
needs of siting salmon relative to migration
patterns of wild salmon is just patently false.

Once the applicants have provided the information, biologists of DFO review the information. All applications undergo a detailed biological and environmental review. There was discussions about habitat compensation which may, and commonly is required by DFO and, again, to look for this in greater detail, I commend the reading of Exhibit 1594, "Fish Aquaculture Licence" which was filed, and the transcript evidence of September the 8th on this topic.

We know that **Canadian Environmental Assessment Act** receives screenings, considers a wide range of valued ecosystem components. **CEAA** screenings considered risks -- potential risks to wild fish population, and mitigation measures to deal with and assess each risk.

A quote from Ms. Parker on September the 8th was:

I can say with some confidence that salmon habitat, fish habitat and fish population level effects are considered in **CEAA**

screenings.

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This really came about as part of the crossexamination of Ms. Parker by some of the other participants indicating that that was not the case, and Ms. Parker seemed to have a very good working knowledge of how CEAA screenings unfolded at the industry level.

Once a siting or a licensing decision has been made, we commented on our paragraph 192 that following approval, there's a whole range of monitoring and oversight of environmental effects of these operations. So these farms are sited with great care. Permits are granted. Industry doesn't just get to put down their farm wherever they want, and then once it's there, it's monitored. Who's it monitored by? Well, know that it's monitored by levels of government.

We also heard that the industry monitors and reports to regulators, and this is very common in this day and age. Many industrial groups monitor and self report compliance and non-compliance, and it's a breach of conditional licence in many industries to fail to do so, or to do so inaccurately.

In addition, we heard from Mr. Backman, Clare Backman, of Marine Harvest in his evidence of September the 8th where he described a third tier monitoring, that being the ISO 14000 certification which he described as a further annual third party audit. It was his evidence, and also the evidence of Drs. Noakes and Beamish in their Exhibit 1324, a document called "Shifting the balance that most aquaculture companies in British Columbia are ISO certified." So you've got the three different levels, the industry, the government, and a third party certification audit.

Fish health management plans, we discussed them very briefly, Mr. Commissioner. Clearly you've heard evidence that it's a primary tool for minimizing risk of pathogen transfer. It's been made a condition of licence in 2003, and what is really telling was, when you look at the history of fish health management plans being made a condition of a licence, the industry's requiring to fulfil all the various terms of the fish health management plans. It's the same year that Dr.

Korman in his assessment notes, "Statistically significant" decline in high-risk fish -- health events on salmon farms.

So, really, if the goal was to monitor and manage and reduce the risk of significant fish health events, they did. Dr. Korman, hired by the Commission to look into the statistical summary of the fish health database, came to that conclusion, but I thought the timeline was -- it's working, the timeline was instructive to us in that regard.

I don't think with the time I have remaining I'm going to spend a lot of time on what the fish health management plans do. I can commend to you reading paragraph 215 and onward in our submissions. Describes the processes that occur both in daily monitoring fish health and also the steps taken if there's a fish health event that triggers further responses.

Some of the -- in a broad brush level, some of the topics covered in a fish health management plan, the suite of measures as described by Dr. Peter McKenzie to prevent disease and to improve the health of farmed fish where the broad-stock programs which are employed (sic), also disinfection and biosecurity standards relative to eggs, vaccines, incoming water disinfection, daily monitoring, vaccines where are injected into the fish prior to their being introduced into the saltwater, and once they're into the marine pens, daily monitoring of trends and changes, which are brought to the attention of veterinarians.

The big three companies that you heard of that make up a portion of the B.C. Salmon Farmers Association all have on-site, on-staff, fish health vets who are able to go to their individual sites.

Also, nutrition, animal welfare standards, predator avoidance, these are all matters which are employed to help reduce stresses to farm fish and a fish which is not stressed is a fish which is not as likely to get diseased.

Just briefly, to go back to the Connors notes thing, and but to cite a Dr. Korman reference, on our paragraph 222, Dr. Korman, speaking about the issue of moratorium on new sites, notes that farm — salmon farm production levels went up, suggesting more fish per site. In spite of that

increased production, the Korman report concludes a negative effect of salmon farms on wild salmon, that they're not apparent, and that the mortality is potentially caused by disease remained relatively constant where high risk disease events showed a declining trend.

So this, it gets back to the point I made a few minutes ago that says -- or suggests that

So this, it gets back to the point I made a few minutes ago that says -- or suggests that diseases on salmon farms are not proportional to salmon farm production, which is one of the fundamental reasons why Dr. Noakes cautions against the reliance on Dr. Connors' analysis.

We have to talk about Dr. Miller's research, if only to say we know more about Dr. Miller's research now than we all did two months ago. And we all know more than we did four months ago and six months ago, and Dr. Miller knows more. I'll just summarize that by saying what Dr. Miller first thought she had, a retrovirus, she clearly has walked away from -- she's changed, she's evolved, she's learned. It was very interesting to watch the opponents of aquaculture embracing Dr. Miller's research when they thought it worked for them.

And having a more distant perspective on what it is that Dr. Miller's research demonstrates now, the focus seemed to shift from "Look what Dr. Miller has found," to look what they're not letting Dr. Miller tell us." Well, Dr. Miller's work is ongoing. You've heard evidence of that. You remember the panel of Dr. Miller and Dr. Garver, and you remember that Dr. Garver, the virologist, is now working more closely with Dr. Miller and that work continues.

The aquaculture industry has been contacted and is cooperating with the DFO and Dr. Miller's research and it evolves. But I daresay that it's important not to jump to a conclusion about what Dr. Miller's research may -- where it may lead us.

You know, I referred back to the sea lice story of Broughten Archipelago some ten years ago. Much more recently we've got Dr. Miller's virus and whatever it may mean and how it's evolving. We had the discussion, the marine anemia storm in Conville Bay and Chinook farms generally about a month ago. Lately, we have an ISA story. Each one of these risks is brought breathlessly to the

public in a sensational way, and each one so far has been demonstrated to be something less than advertised.

Those are my submissions.

THE COMMISSIONER: Thank you very much, Mr. Blair.
MR. McDADE: I can speak from here, Mr. Commissioner, I think. My name is Gregory McDade. I'm counsel for Dr. Morton and for the Aquaculture Commission (sic).

SUBMISSIONS FOR AQUACULTURE COALITION, ALEXANDRA MORTON, RAINCOAST RESEARCH SOCIETY, PACIFIC COAST WILD SALMON SOCIETY BY MR. McDADE:

MR. McDADE: Mr. Commissioner, first of all, I think I should express my client's strong appreciation to the Canadian government for calling this Commission. The survival of the Fraser River salmon is clearly a matter of critical importance for all Canadians. We want to extend our appreciation to you, Mr. Commissioner, for taking on this critical task. It must seem much more monumental than it did a year and a half ago or two years ago.

My client has repeatedly indicated in public her respect for your role and her faith in you and your ultimate task. She has to have that faith. It is clear that left to its own devices, DFO will continue to support aquaculture regardless of the threats to wild fish until it's too late, until the fish disappear and it's proven beyond a doubt what was lost. Yours, at this time, is a difficult decision. But this Commission may be the last chance to take a sensible look at the risks before it's too late. The decision in the future of wild salmon may be in your hands in

terms of the outcome of this Commission.

I must say we also appreciate the opportunity to have been participants in this Commission. We know you have consistently strived to create an atmosphere of civility and collaboration in this Commission and have largely succeeded. To the extent that our participation has occasionally made that more difficult, we express our apologies.

The decision to add, as participants, groups like the commercial fishermen, the Conservation

Coalition, the Aquaculture Coalition was, I think at the time, to most, a wise one. But, in hindsight, it turns out to have been an essential one. One of the most striking appearances before this Commission through the 100-and some days of hearings we've had, is the common front, particularly in relation to the aquaculture, that we've seen between the government of Canada, the government of B.C. and the salmon farmers.

Objection after objection, legal argument

Objection after objection, legal argument after legal argument, we had those three participants taking common positions while the commercial fishermen, the conservationists, the First Nations, the recreational fishermen seemed to be on the other side of these matters. If those participants hadn't been here, this Commission would have taken a very different approach. Why is it that when one would have expected the Department of Fisheries and Oceans in our government to be standing up for the fish, that they were on the opposite side on so many issues from the fishermen and the First Nations and the conservationists and the independent science.

The only suggestion I have is it can't be a matter about the fish. It's fish versus money. That's the dichotomy that our government seems to be in. I thought it was striking that when the Province started its submissions, they talked about the money involved in aquaculture. My friend, Mr. Blair, spent five minutes talking about the amount of money that's at stake in this matter.

Your mandate, Mr. Commissioner, is a slightly clearer one. If there is a dichotomy between fish versus money, I think it's fairly clear that your mandate is the protection of the fish.

The other thing that I want to point out that makes your job somewhat difficult, and may be a theme for the issue of aquaculture in this Commission, is the difference between proof and risk. We struggle with those questions if we're scientists. We struggle differently with those questions if we're lawyers, and I suppose if we were on a jury using basic common sense, we'd struggle again even differently.

It's impossible to prove, you've heard,

directly, that disease transfers from a fish farm to a fish. Fish die, they sink to the bottom, they're eaten by predators. No one is there in the wild, in the ocean, at the moment of disease transfer. That kind of level of proof, proof beyond a balance of a doubt, or proof to a scientific certainty must elude us. No one expects that to be present here. In all complex ecological matters, in all environmental issues, that kind of proof is impossible.

Ecologists apply a different set of standards to interpreting the natural world and causation. It isn't about proof. It's about understanding how systems work. It's about understanding how risks take place.

You'll recall, Mr. Commissioner, that I phrased a rhetorical question to Mr. Marmorek at the latter days of the hearing. I said, "Well, okay, to try and grapple with this question of risk versus proof, would you send your children to a school sited next to an explosives factory?" He laughed and said, "Well, no, but the difference is that explosive factories blow up."

Well, apply that question to the question of fish farms and disease. There is no question on the evidence before you, it's absolutely proven that fish farms are full of disease. The high density environment of a fish farm is an incubator of disease. Yes, fish farms fight it. On an economic basis, they do the very best job they can to reduce disease. Disease is rampant in fish farms. We've heard from Dr. Korman that there are 30 fish health events that are in the high risk category every year out of a population of about 100 fish farms. Thirty events a year.

We know that there is something like three million mortalities of fish every year on fish farms from unexplained causes. These are fish that are protected from predation, well fed. They're not dying of old age. They're dying of unknown causes, but they're rampant with disease.

We looked at the disease databases, particularly Exhibits 1549, 217. Of the fish health audits, of the thousands of fish that were taken over those years, almost every single fish had symptoms of disease. Half or more of those were given open diagnoses by the veterinarians.

In other words, they're not okay like the Monty Python sketch, we have a dead parrot; we have a dead fish. And they had symptoms of disease, but if they couldn't fit them neatly into a particular disease category, they were given an open diagnosis.

We saw -- Mr. Lunn, can we have Exhibit 1564 up, the database involving the fish health audits at the farm level. We saw that -- you'll recall, Mr. Commissioner, the statements that are in that document about -- let me just remind you if we can go to fish health audit, and over the column to -- further over, please. Yes, all the way over to the next, to column S, "Active Disease at the Population Level". On this particular document, you'll find that I think twelve times in just -- this document deals only with -- this page deals only with 2008 and 2009. Over and over and over again, active disease at the population level.

We saw in the other disease database records that even though almost every single audit identified fish with a disease, that diagnoses of fish -- of disease at a population level was only given where there were a certain number of fish dying that exceeded normal levels. So it's only when you have epidemics you get that designation. But disease is part of the everyday life of fish farms.

Can I have Exhibit 1983 up on the screen, please? We looked at the fish health database and what Dr. Morton said about ISH and SSC and HEM, I think, has been grossly distorted by my learned friends in terms of critiquing what she said. What she said is here symptoms identified by the actual veterinarian in charge of this matter, let's just graph them accordingly. No one is pretending that there's a diagnosis of ISA or a diagnosis of salmon cancer, salmon leukemia. What this is suggesting is there are the symptoms of those matters and they are unexplained, but they are present, and they are present in large numbers, and that if you graph them, as is done here, you get a very interesting set of numbers.

Go down the page to the next graph. Here are those - as you'll recall, Mr. Commissioner - these are the graphs of just the symptoms that Dr. Marty referred to as classic ISA lesions versus the

symptoms that Dr. Marty referred to as classic marine anaemia lesions, symptoms. There's a strong correlation between those two sets of symptoms.

Now, no one on our side of the table has drawn conclusions about what that means. That's for the scientists. But those are -- there's a significant correlation that requires some explanation and the suggestion that somehow the

explanation and the suggestion that somehow these fish are all healthy in these fish farms just doesn't stand up to the facts. The correlation is remarkable in terms of the 2009 salmon and the time that the smolts were swimming past the fish farms.

Mr. Lunn, can you put up page 33 of our argument? That's the same chart, Mr. Commissioner, with just the ISA classic lesions removed and just the marine anaemia symptoms. That's corrected in terms of the chart below in terms of the dates. That peaked, as you'll see, in late -- the last quarter of 2006 and the first quarter in 2007 just prior to the smolts swimming past the farms.

If we could have page 46 of the argument, Mr. Lunn? This is another chart that you've seen, Mr. Commissioner. This, again — these are not just invented numbers. They come straight off Dr. Korman and Dr. Marty's charts. This is a straight summary of mortalities showing a very similar spike in mortalities at exactly the same time around the marine harvest farms which are in the Inside Passage along the migration route.

Now, just before I leave that point, I just want to address something that one of my learned friends had some question about. In fact, I think the term was "fanciful". That's the question of the rearing of the Chinooks in the Discovery Passage. If we could go to the chart at page 20 of the argument. There's no chart there? Oh, well, let me ask you to bring up Exhibit 1562.

Mr. Commissioner, this is the document prepared by Dr. Korman from fish farm data itself. It lists the stocking of every single fish farm in every single month. It includes when they were stocked and when they were harvested. Is it possible, Mr. Lunn, to sort by column G, or is that asking too much?

MR. LUNN: I'll see what I can do. MR. McDADE: Column G is simply the name of the facilities. Mr. Commissioner, if you sort by that name just alphabetically, one ends up with a document where every single fish farm has a -from 2002 down to 2010 -- history of when they were stocked and what fish they were carrying. one takes the ten farms that are present in the wild salmon narrows that you've seen the photo about and that I'll take you to in short order, one can look at each of those farms and get the history. Conville Bay was the one that we focused on during the hearings, and if one goes down to Conville Bay, one finds that it had Pacific salmon, it had chinooks up until June of 2007. After that, it didn't.

Dr. Martin, in her report, sets out a chart where she did that for each of the farms in the wild salmon narrows, and when one does that for each of the farms, what one gets is a chart with how many chinooks were being reared in the Discovery — in the wild salmon narrows from year to year. That chart shows no chinook salmon in 2000 — after the spring of 2007 into 2008. That's what this is coming from. It's not fanciful. It simply comes straight from the data produced by the Commission. I won't take up any more of your time but say that that's a very simple task that's done and it's shown in her report.

So, in other words, in 2007 when the smolts were swimming past chinook farms, full of disease, we suggest, they were in a very different place than in 2008 when they were swimming past those same farms which were either fallow or had converted over to Atlantics and would have a different set of diseases.

The next point I want to make, the suggestion that I'm troubled by in some of my learned friends' arguments, that somehow endemic diseases are of lesser risk than exotic ones. There is a suggestion both -- especially in Dr. Noakes' report -- that somehow if a disease is endemic, because it's present in some proportion in wild salmon, it's not something you have to worry about, and that if you can just control for egg importation and prevent the introduction of exotic

 disease, then somehow the wild salmon will be fine. Mr. Commissioner, I strongly suggest that that is a completely mistaken view and ignores the science.

If I can have Exhibit 1484 up on the screen, please. You recall, Mr. Commissioner, that we addressed a number of these studies during the hearing. Endemic diseases -- let me just look at the first paragraph, the first abstract there, Mr. Lunn.

Intensive farming creates conditions for parasite growth and transmission drastically different from what parasites experience in wild host populations...

The abstract talks about emerging diseases or re-emerging diseases, sometimes in highly virulent forms. That's the real flaw in fish farms. They take diseases and they evolve them. They take endemic diseases that are harmless, and they turn them into diseases that are killers. Even ISA, which you'll hear more about, I suppose, in December, but is a disease that, in Norway, is hypothesized to have existed in the wild in a completely harmless form until the coming of fish farming.

If you just go to the next, the column across, the second column in the same place, Mr. Lunn.

...intensive farming conditions increase parasite virulence.

They turn ordinary diseases into killers.

If you can go across -- go to the next page, if I could, the second paragraph on the left column. Sorry, just a little higher. There we are.

Intensive farming of plants and animals creates conditions for parasite transmission and growth that are drastically different from conditions experienced by parasites in wild host populations.

That's pure science, proven science. The question

 of which particular disease and when is not the issue. The fact is, is we're creating a dramatically-changed environment every time we create a fish farm.

If I could ask you to go three pages forward, Mr. Lunn, page 62, on the second column. You'll see the heading, "Parasite Life History and Virulence". If I look about ten lines further down that column:

Therefore, very high host densities on intensive farms are likely to favour higher levels of virulence because the constraints due to the cost of virulence are relaxed.

Use of vaccines, of course, increase virulence. They work for the fish that are vaccinated, but they create new strains that are immune. You'll see about ten lines further down from there.

...selection for early transmission results in increased virulence.

The other point, if we could go to the next page, Mr. Lunn, page 63, under "Fish Farming and Parasite Evolution", there's another point that is uncontested. If you could just highlight that first paragraph, Mr. Lunn, about eight or nine lines into there, Mr. Commissioner, you'll see:

For migrating marine fish species, this enormous increase in population size is associated with another change: year-round presence of fish in coastal seawater, which provides a highly predictable resource for parasites.

Fish farms change the way in which parasites work. We've heard that about sea lice. They create a year-long environment. It works the same for viruses.

If I could have Exhibit 1482 up on the screen? There's another document we looked at with, I believe, Dr. Kent. If I could go to the second column, Mr. Lunn, about ten lines up from the bottom.

 Properties of the virus like virulence, infectious dose and routes of transmission are factors that are important determinants of whether a disease will emerge or remain sporadic.

The rest of this paper deals with pancreas disease, with HSMI, with ISA, with a number of emerging diseases that are a problem in Norway.

Our point here, Mr. Commissioner is this: It isn't plasmacytoid leukemia or IHN or ISA that is what we require proof of. If it isn't one of those diseases, it'll be one of these. It's not a question of which disease. It's only a matter of when. The whole experience of fish farming in every country, everywhere it's been, is that sooner or later, a disease emerges that is devastating. Do we have to wait for that to occur before we do something about it? That's the question before this Commission.

The next point I'd like to address you on is the question of disclosure. These fish health databases through your good efforts, were made available to the public and available to this Commission, and from which we learned so much about what's going on, on fish farms, compared to what we were being told, which is basically, don't worry, there's absolutely no problem whatsoever, will never re-occur. I heard the evidence from senior bureaucrats at DFO who told you that the watchword now is going to be transparency and disclosure. The public will get full information.

I'd like to go to the terms of the licence, so can I ask that Exhibit 1594 be put up. Now, you heard debate, Mr. Commissioner, between me and a number of witnesses on this. Given the time limits, we were never able to fully get to the bottom of this. If we could go to page 12. We're told, I think, in the reply of the Province - but I might be wrong, it might be Canada's reply - there's a suggestion that somehow we've been misleading, that there are all these sections of the licence that require this disclosure. Section 9 is the one that's pointed out to you. If we could just pull up section 9.3. Let's just see how the licence works.

Section 9.3 is, I suggest, the only real

 requirement to report fish health and mortality event information to the government of Canada. It's only that information that is reported to the government of Canada that's going to ever be present on the website. Section 9.3 is not what I overlooked in cross-examination, it's exactly the foundation of it. Nine-point-three says it shall be reported as per Appendix VIII, the Fish Health and Fish Mortality Event Report, which I'm going to take you to in a second. But if I could just turn back a page.

Section 7 -- maybe just another half page there to get to the start of section 7. Yes, thank you. Section 7 doesn't require reporting to the government of Canada. Section 7 says the licence holder shall keep:

...an accurate record of stocking activity and fish health for the facility including the following...

And then there's a list of things that the company must keep on site. They must make that available to the government on request, but there's no requirement to report it regularly and no ability to ever collect that data in a way in which it will be made available to the public.

Can you scroll down to section 8? Now, this section 8 is the whole section of the licence dealing with fish health event response. This is what our government expects of licence holders:

Should a fish health event occur, the licence holder shall:

- (a) take action to manage the event;
- (b) undertake follow up measures to determine the cause of the outbreak and the efficacy of the management measures; and
- (c) implement a response plan to contain an infectious disease if suspected or diagnosed.

This has all been privatized over to the company.

The company gets to choose what action to take to manage the event, the company gets to undertake what follow up measures, and the company gets to implement a response plan.

I pause here to say this only applies to what is determined to be a fish health event. The evidence you've heard is that fish health events are defined as, in effect, an abnormal outbreak of disease. Normal, daily disease, which we've heard can be up to ten percent of the fish farm, if there's three million mortalities to 30 million fish, that doesn't produce this.

In the Province's argument, they say about plasmacytoid leukemia - I think it's at page 131 - they say that that wouldn't even constitute a fish health event because there's no treatment known for plasmacytoid leukemia. So a fish health event is a very limited subset of all of the disease epidemics. The database that I put up on the screen, Exhibit 1565, only those twelve active diseases at the population level, where there's treatment, would be determined to be fish health events. That's what section 8 refers to.

Now, if we could go to Appendix VIII at page 35, this is the sum total, Mr. Commissioner, if the government of Canada has their way, and if you make no recommendations to the contrary, of what would be reported for fish health events and fish mortalities. If we could just highlight Part C. This is what is to be completed for each individual health event. So on those 30 or so outbreaks of disease or a dozen outbreaks of disease - I don't know which one is right - that occur each year on fish farms that are really epidemics, this is the level of detail that our government is asking for: diagnosis. One word. One little box.

Were treated fish mixed with non-treated fish?

Yes or no.

Estimated mortalities (number).

Name of drug and prescription.

Date treatment commenced.

Date treatment ended.

Just over the page if you could, Mr. Lunn, just to be complete. There we go.

Treatment information/Response description.

That's what the public of Canada is going to get to know.

Now, if emerging diseases are coming forward that haven't yet been diagnosed -- and we've heard evidence on numerous occasions. We heard the evidence of the plasmacytoid leukemia outbreaks in the 1988/1991 span, and how DFO responded -- or didn't respond to those examinations. We heard of the IHN outbreaks that went on for three years in 2001 to 2003. We've heard of Dr. Miller's virus and the evidence of how quickly DFO is reacting to that.

The public won't know until it's actually identified as a particular disease and identified as a fish health event. Independent scientists will never have the information they need to be able to identify this. This is insufficient amount of information, in my submission, and to call that transparency, in my respectful submission, is simply misleading.

It might be an appropriate time to take a break.

THE COMMISSIONER: Thank you, Mr. McDade. THE REGISTRAR: The hearing will recess for 15 minutes.

(PROCEEDINGS ADJOURNED FOR AFTERNOON RECESS) (PROCEEDINGS RECONVENED)

THE REGISTRAR: Order. The hearing is now resumed.

SUBMISSIONS FOR AQUACULTURE COALITION, ALEXANDRA MORTON, RAINCOAST RESEARCH SOCIETY, PACIFIC COAST WILD SALMON SOCIETY BY MR. McDADE, continuing:

MR. McDADE: Thank you, Mr. Commissioner. I've located that chart that I earlier referred to. It's page 20 of Dr. Morton's report, Exhibit 1976. So if you can just highlight the lower chart there, Mr.

Lunn.

So I won't spend any more time on that, Mr. Commissioner, but I urge upon you that that's the result of simply doing the arithmetical counting that is part of that exhibit that was the stocking chart once you sort and separate for each of the individual farms.

The last point I wanted to make on the disclosure matter in relation to the licence, just before the break is, what's the reason for not giving more information? What I heard B.C., the Province, say in their argument, and it replicates what we heard in earlier submissions regarding the disclosure of this particular -- these databases is, in effect, is people will misuse this information, they'll take part of it and they won't be veterinarians and so they'll misuse it.

What I say that amounts to is they don't trust the public. They don't trust people to use the right amount of information. That, in this day and age, is not an answer to non-disclosure. Yes, partial information can always be misused, but the recipe for public confidence is full disclosure; let it all come out. And in this particular area, because of the importance, scientifically, of identifying, at the earliest possible occasion, trends in various symptoms, I say it's doubly important that it come out and it ought to be one of your recommendations.

My next point, I want to spend a couple of minutes on the question of testing, and this is the question of whether testing four fish out of a farm that has half a million or a million fish is an adequate measure of disease. Could I have Exhibit 1566 up on the screen, at page 16.

This, Mr. Commissioner, is from the manual of compliance for the Fish Health Protection

Regulations. I'll come back to this page. If we can go to the next page, the table that we referred to in evidence, now, what this table shows, and it really is simple mathematical sense, that if you have disease present in a prevalence, say, of five percent or 10 percent, how many fish do you have to test just on a straight probability theory before you know that you're likely to find it? And the answer is, Well, if you've got disease prevalent at five percent, that's one fish

in 20, testing four fish is not going to find it, or you're going to be very lucky if you find it.

So the rules that have been set out internationally are that you test a minimum of 60 fish. The Province's audit program, which has been going on for 10 years, has tested roughly four to five fish per audit, so that's four or five hundred fish per year, and these are tested. The chances of that finding, say, hypothetically, ISA, if that was present at a five percent rate on one farm or two farms, is very, very low.

Now, I think I heard my friend for the Province suggest that, "Well, they didn't have to follow that number, because they were testing, by testing for silvers, they were somehow stacking the odds in their favour so that that probability theory didn't apply," and they said that according to the Fish Health Protection Regulations that was okay. So I just want to take you back to page before, because I think that's a misunderstanding of what the document says.

So if we could just highlight the paragraph under, "Selecting the Sample". The first sentence, Mr. Commissioner, says that to get a 95 percent probability of detecting something at a detectable infection of five or 10 percent, you have to follow that table which I just showed you. But if you look four lines -- five lines from the bottom of that paragraph, the direction is that to take a sample from any given unit must consist of as many moribund and freshly dead fish as are available.

So this is not a question of saying we can ignore the table as long as we're testing freshly dead fish; this is a question where the very direction upon which the table depends directs that be done, that if you can't do that, the numbers should go higher.

If we could have Exhibit 1567 up on the screen. Now, this was another document that was put to the witnesses during the hearings, Mr. Commissioner, and this says the same, more or less, the same things. But I think my friend from the Province referred to this as something from an unknown person at the University of Iowa. This comes from the U.S. Department of Agriculture manual, International Response to Infectious

Salmon Anaemia: Prevention, Control and Eradication. This is the U.S. standard for testing. This is what, when we talk in December, the U.S. is going to be applying to our approach. If I might have, Mr. Lunn, the transcript from August 31st, at page 55. Is it possible to get this?

MR. LUNN: Yes, it is.

MR. McDADE: The next point I'm going to show you, Mr. Commissioner, is the cross-examination of Dr. --sorry, not cross-examination, well, this was examination by Ms. Callan for the Province of Dr. Marty, in respect to this very question, whether testing of 60 fish was adequate or not. And here's what he said, if you could go to line 28 and below. Above that, he says that for young fry, where they're testing the sort of freshly-hatched eggs, they do follow that standard, but he says:

The audit program is quite different. The audit program, the goal of that program is to audit the fish health events that are reported by industry. So we are not attempting to certify any individual farm free from disease.

And that's quite right. Then he says, however, that he thinks you can add these up, so you can take -- you have a farm on the east coast of Vancouver Island, and then you have a farm in the Sechelt, and then you have a farm over on Vancouver Island, and if you add those up to get the 60 that somehow you're complying with this. say, Mr. Commissioner, in my respectful submission, that's plainly wrong. Unless you assume that the rate of ISA or some other disease is exactly identical through every fish farm, that's not going to give you any probability analysis. If you assume that each fish farm is an independent population, you have to test them independently.

So this may give the Province some comfort when they aggregate all of these over many years, but as a matter of science, that's simply not supportable. If you want to know whether a given fish in the Discovery Islands has ISA, you have to

test 60 fish to get even to a 95 percent probability.

If hypothetically, for instance, you

If hypothetically, for instance, you were to test 48 fish and find that two of them had ISA, that would be a prevalence of four percent. To replicate, to be lucky enough to find that same sample in a fish farm, if they were -- had the same amount of ISA, you'd have to test 60 fish. So that what we -- when we hear that 4,000 or 5,000 fish were tested over the last eight or 10 years, that's a phony statistic. It's accurate, but it's meaningless, because it doesn't tell us what the probability of finding ISA or any other disease on any given farm is. Testing four fish per farm is completely inadequate.

When we ask, when the next new disease is found, when we ask, "How did we not find that?" there's the answer.

And if I could just have $\ensuremath{\text{--}}$ to go back to page 44 in the same transcript.

MR. LUNN: 44, did you say?

MR. McDADE: Yes, please, 44, line -- again, it's Dr. Marty's examination, in this case by Canada. And here you'll see, Mr. Commissioner, that Dr. Marty was dealing with fact of SSC, or Sinusoidal congestion, and why his own document referred to that as a classic lesion of ISA, and he says, at line 20:

And I also include a clause after that, "but ISAV has not been" -- "never been identified in British Columbia."

So his entire basis of the assumption, his whole project is based on, "Well, if you find these symptoms, but you can say ISAV has never been detected in British Columbia, then you have some reliability that you don't have to go beyond that." If and when that turns out to be correct, we have to go back to this database and readdress the entire situation.

And this brings me to another point. I think my learned friends for the fish farmers in Canada and B.C. have all, in common, said, "You have to trust the experts. You have to trust veterinarians to make veterinarian decisions."

Well, every one of these experts told you,

"There's no ISA in British Columbia and we're highly confident there never will be."

I think my friend for the fish farmers used that phrase in his argument, that they were highly confident the disease was not a problem. That was used by Dr. Marty exactly to that effect, he said, "We're highly confident we have no ISAV." And yet, somehow, the experts are wrong or can be wrong or will be wrong. And that's not unusual. That's happened in industry after industry, event after event. Experts are not gods. They can give you their best indication or their best opinion, but somehow nature confounds them over and over again.

So when I come back to the question of, "Why don't you send your kids to school in an explosives plant?" Even if the experts tell you, "It's highly regulated. It'll never blow up because it hasn't blown up before," that's not enough. The question of risk versus proof of harm is the key question for you. There is no question that risk is proven here. The risk of disease is real, it's definable, it's scientifically provable. Will the explosives plant blow up? don't know. Will the nuclear plant blow up or get a leak? Well, I don't know how many experts I've heard over the years tell me that can't happen, and yet we have Japan. Why don't we site nuclear plants in downtown Vancouver? The experts tell us there's no risk at all. The risk is infinitesimal. But we still understand it makes no sense to put them there, because even if there's a very low risk, you put them in other places where -- you don't put them in the middle of a migratory route of wild sockeye.

So that's why I want to turn, next, to siting. Could I have Exhibit 1563 on the screen? And this is a map you've seen on a number of occasions, Mr. Commissioner. For some reason, 10 years ago or more, the powers that be in the Province chose to site a huge number of fish farms in the most congested place on the west coast for the migratory route of the wild salmon. What a silly place to put it. The only possible justification for putting it there would be that one wasn't even thinking about this issue, and that, in fact, is the case.

 Do you have the Province's argument available, page 83? Now, I bring this up, Mr. Commissioner, because it's a convenient place. This is a list of the siting criteria you've seen on a number of occasions. It's also present in the PPR20, at page 45, and it's present in a number of exhibits. The evidence before you has been these are the criteria that was being used to site all of those fish farms, all of those explosive plants, right in the middle of the wild salmon migration route. Not one word in that document about wild sockeye and its migration route.

The suggestion from my friends that somehow there's somehow been a detailed assessment of that risk and nobody thought to write it down is, in my suggestion, not responsible. The suggestion that somehow when you'd put a fish farm more than a kilometre away from the site of one individual Coho stream, but that you put it in the middle of millions of migrating wild salmon, it makes no logical sense. I think, in my submission, the right answer is: No one was thinking about it. The science hadn't been done. The full knowledge of extent of risk wasn't there.

Before I leave this, because I'm going to move, next, to the CEAA assessments to show you what I mean, but if you could just highlight the opening words to that sentence? This is the Province's position. Since the transition, the Province retains jurisdiction over siting decisions. Now, the only legal argument I'm going to make to you all day, Mr. Commission, is that's simply wrong. In terms of Mr. Justice Hinkson's decision, the Province has jurisdiction over the sea flow, so they need to give a lease to any fish farm that is done. But the Federal Government has the jurisdiction over the siting decision in terms of its impact on wild salmon. But I don't believe this is a typographical error. This is the way the process is occurring now. The Federal Government simply defers to the Province around That's wrong. siting.

The Province isn't looking at wild salmon or Fraser River sockeye, at least, that's clear and, I suppose, nor should they; it's not their jurisdiction. But the Federal Government should,

and they aren't.
If I could I
screen. Exhibit

If I could have Exhibit 1630 up on the screen. Exhibit 1630 is the **CEAA** assessment for Conville Bay, Mr. Commissioner. You also have Exhibit 1629, which is Dunsterville, which, if you look at it, you'll find is, in identical words, the suggestion that somehow there's a complex biological assessment by a whole host of habitat biologists is not correct. This stuff is simply cut and pasted into an environmental assessment.

If we could go to page 4, please. "Biophysical Environment" you'll see that that aspect, not one word about the fact that this is part of the wild salmon migration. If we could go to page 9. Here you'll see, in the third column, Mr. Commissioner, that this is the sum total of the assessment by Canadian authorities, and this is actually the Ministry of Transport, not the Department of Fisheries, but under the Ministry of Transport. This is the sum total of the assessment of the disease risk. And can we just look at the mitigation measures? Under the Salmon Importation Policy, smolts cannot be transported (sic); only fertilized eggs. I say this is based on the assumption that, "Well, if we can rely on the expert or the import policy that we're not bringing any exotic diseases in, we're fine."

The same with introduction and transfer policies in the second paragraph. The third paragraph says a Fish Health Management Plan is required to address issues of fish health and takes into account interactions with wild fish. And the fourth paragraph says site, vessel and visitor-related fish-health protocols and disinfection will be followed according to the industry-wide protocols.

Now, my submission to you, Mr. Commissioner, is those -- the Fish Health Management Plan and the site, vessel and visitor-related in-health protocols are all fine and good. They're all about making sure that diseases that exist in the fish farm won't be transferred to another fish farm. They're not about keeping disease from the wild salmon. They do absolutely nothing for that. We have a fairly bizarre structure here where if a farm is experiencing a disease outbreak, there are rules that say if I dip my boot in the water and I

have a few drops of water on my boot, I have to disinfect it, it's that dangerous, before I get on a boat. Meanwhile, the very water I was dipping my boot into, the wild fish are fully exposed to and swimming through.

In Norway, the papers that I put forward to you, talk -- the primary way to protect from

In Norway, the papers that I put forward to you, talk — the primary way to protect from disease to present horizontal transmission by putting fish farms far enough away; four kilometres or five kilometres or six kilometres away, the idea being that they can't crosstransfer disease if we put them that far away. But the fish swimming in between them have no protection at all.

There's simply no consideration -- can we go to page 12, please? I'm sorry, page 16.

MR. LUNN: Thank you.

MR. McDADE: If I could just highlight the paragraph on the bottom right. This talks about the potential transmission of disease. "Pathogens that originate in salmon farms" -- and this is dealing -- this table is dealing with cumulative impacts, so the idea that there's more than one fish farm, and it says it's not likely to have significant cumulative impacts.

Uncertainty exists with respect to the migratory patterns of salmonids along the channels/inlets in the area, and on effects associated with groups of salmonids migrating past multiple farm sites... Measures outlined in the companies Fish Health Management Plans reduce the likelihood of transmission.

That's the extent of examination that these farms got back when they were passed. Uncertainty exists. We don't know if there are fish migrating past these farms at all. And we certainly don't know what the effects are of multiple farms. And that accords with all of the evidence. The science on that hadn't been done and hasn't been done today, and yet those farms were approved without any other examination whatsoever.

You recall when I asked senior officials at DFO, "Who, in your department, is responsible for this?" the Deputy Minister referred to head of Science, and the head of Science said, "Well,

nobody at our place." There is no one who has been responsible for doing that.

The single most important recommendation you can make, Mr. Commissioner, in my respectful submission, is get those farms out of that area. Those farms have been approved without any scientific consideration at all. We know better now. DFO has taken over in 2010. Mindless grandfathering of those sites will not work. We have to go back and assess them against the risk that we know from disease that we didn't know at the time that they were approved. Put them where the wild salmon aren't migrating. If I have one urgent request to you, it is that.

The final point I want to make, Mr. Commissioner deals with the role of science at I heard Canada suggest that DFO is a science-based organization. I say to you that the evidence of the last year proves that that is not at all true. There is a lot of science at DFO, but the science is determined by the politics. The best example of that we had was in respect of sea lice. Until Dr. Morton began raising issues around sea lice, there was no studies going on. Once Dr. Martin began raising those, study after study after study, with scarce research dollars, were designed solely to disprove the sea lice theory. Meantime, there was no funding for study of plasmacytoid leukemia, there's been no study at all. Expert, expert, expert has told you that the huge research gap is any research on disease into wild salmon at all.

I don't say that the people at DFO suppress science, what I say is if you're doing science that's going to be harmful to aquaculture, you've got a pretty short career. You have a difficult problem. So scientists choose not to do that. If you want to research disease in the wild fish, good luck finding funding. And when one looks at these lists of fundings, that's what one sees.

There is no way that anyone can look at the risks of disease to wild salmon and justify the failure to have studied that for 10 years or longer, and yet having aquaculture grow and grow and grow and put us to these risks.

You must make recommendations, in my submission, around more science on this. But to

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46 47 leave these farms in the water while the next five to 10 years of studies are taking place would be regretful.

If we could just go to transcript page -- on September 22nd, page 78, and I just want to close with a thought from the Deputy Minister. choose this, Mr. Commissioner, because I think it summarizes the entire history of DFO and aquaculture. At line 29, Ms. Dansereau starts:

> There are differing opinions in the scientific community of those impacts. our science has always been -- the advice that we have always received from our scientists has always been that there is no threat at this point,

but then she corrects herself:

Or there is no threat that we're completely aware of.

Now, what an interesting word, "completely". "no threat we're aware of," "no threat we're completely aware of." Now, that is the exact opposite of the precautionary principle. not going to take action until we've done every possible study we can do and prove seven ways to Sunday we've got ourselves a problem." "No threat that we are completely aware of." That's how science-based DFO is.

If you want to -- if DFO wants to do something around habitat, around marine matters, the slightest bit of scientific hypothesis seems to be acceptable. But if it's something they don't want to do, like protect wild fish from aquaculture, then you've got to prove your case forever.

That's why I say, Mr. Commissioner, the real issue here is proof versus risk. The risk here is real. Don't wait for 10 years until this is proven and we have no fish left.

Those are my submissions, thank you.

THE COMMISSIONER: Thank you, Mr. McDade. Thank you very much.

THE REGISTRAR: The hearing is now adjourned until tomorrow, at 10:00 a.m.

(PROCEEDINGS ADJOURNED TO NOVEMBER 8, 2011, AT 10:00 A.M.)

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

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.

Irene Lim

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.

Diane Rochfort

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