



In 2006, the Friant Water Users Authority (now the Friant Water Authority) agreed with the Natural Resources Defense Council and its environmental coalition and the United States Government to settle San Joaquin River environmental litigation that had stretched 18 years and cost millions of dollars. On March 25, 2009, the House of Representatives gave final Congressional approval to an omnibus public works bill containing the legislation needed to fully authorize and implement the San Joaquin River Settlement. President Obama signed the bill into law five days later.

Why Settlement and the legislation are so important for Friant:

- Friant users gain assurances of water supply and cost certainty based on Settlement caps upon water and costs. Friant districts will know nearly exactly how much water will be required each year for fishery river restoration releases, based upon how wet a year it is. Friant's "contribution" of fishery water will be about 15-20% of contract supply. The U.S. government will assume responsibility for improving the San Joaquin River and levees to accommodate restoration flows.
- Thanks to Settlement's Water Management Goal, means are provided to get fishery water back to Friant districts through projects the federal and state governments are to help fund.
- Settlement provides financial certainty. Friant users will pay no more than what is already being paid and contractors are relieved from tiered pricing.

Settlement includes many other provisions:

- The Legislation includes recent amendments that all Settling Parties have agreed to and call for perpetual water contracts for Friant water users, without certain Reclamation law limitations.
- There will be means to fund projects that will help recover water dedicated to the river by boosting capacity of the Friant-Kern and Madera canals, constructing pump-back systems to pick up and deliver water that is run down the river, as well as funding for water banking projects.
- Less restrictive rules for transfers of water between Friant districts will be implemented.
- Legal challenges to the Friant Division's Bureau of Reclamation supply contracts will end.

If Settlement had failed and the case had gone back to court:

- The same federal judge who had ruled against Friant's arguments and interests and sided with environmentalists at virtually every opportunity over the litigation's 18-year history would decide the case. The remaining court battle would determine the amount of water the judge would order released for a salmon fishery – and Friant's experts said there could be a lot of it.
- If Friant lost and were to appeal... remember that the 9th Circuit Court of Appeals on all substantial points upheld the judge's earlier round of case decisions. That included rejecting Friant's argument that Congress had to approve of any fishery water released from Friant Dam. The U.S. Supreme Court would not hear Friant's further appeal.
- Left to the Court, Friant would again be left in the hands of a U.S. District Judge who could order water down the river with absolutely no limits but who could not order the river channel and levees "fixed" for fishery restoration flows. Nor would there ever be any way to recover and return water to Friant users. Permanent Reclamation contracts and relief from Reclamation law would not be possible. Friant users would lose all water supply certainty. The same tragic water supply reduction consequences on people, the economy and farms now doing so much injury on the West Side and elsewhere in California because of orders of another federal court could have begun to take a similar toll within Friant and along the valley's East Side.

A business decision – making the best of a bad situation

Without objection, Friant Water Users Authority directors – all of whom are farmers themselves – repeatedly supported Settlement because they were faced with losing the federal court case, consequences of which were far worse than those the Settlement contains. Friant did not ask for this lawsuit and does not want to lose any water down the river. However, to survive, Friant acted to settle and minimize and cap its losses and have certainty for the majority of its water supply in the future.

FRIANT WATER AUTHORITY

The Value of Friant Water

The high-quality oranges, grapes, tree fruit and field crops, and the facilities in which those crops are packed along the eastern San Joaquin Valley are among the most visible reflections of the importance of Friant water. It's true in Chowchilla and Madera, and in Fresno and Orange Cove. It is a fact of valley life in the cities and towns of Tulare County, too, and all the way to Arvin in Kern County. For generations, Friant water has been fueling eastern San Joaquin Valley life both on and off the farm.

One million acres are irrigated by Friant Division-Central Valley Project water from the San Joaquin River. Scores of different crops are grown and entire communities exist along the southern San Joaquin Valley's east side because of water deliveries through the Friant-Kern and Madera canals, and some of the world's most efficient irrigation practices.

Among the most important benefits of Friant water are those that cannot be seen at all because they accumulate underground. Surface water supplies supplement and recharge the east side's groundwater reservoir. Thanks to Friant water, problems of groundwater overdraft and areas of severe land subsidence were eased significantly. The conjunctive use of surface water and groundwater permits farm production to continue at times and in places where surface water may not be available. Friant water also makes cultivation possible in districts along the base of the Sierra Nevada foothills that have limited groundwater or none at all.

How valuable is the fruitful east side garden created by Friant's CVP water? Friant's 15,000 mostly small family farms each year produce crops worth about \$4 billion. Those values multiply as they support local and regional valley economies in five counties. They trickle down through many tens of thousands of families, including those of farm workers and others who work in supporting businesses and public agencies.

All of this adds up to the East Side's agricultural way of life being an envy of much of the world.

Friant districts are strong supporters of environmental values but also take pride in what has been created over the past 60 years along the valley's East Side thanks to dependable water and federal supply commitments made so long ago.