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12 SUPERIOR COURT OF THE STATE OF CALIFORNIA
13 COUNTY OF LOS ANGELES

14 PUVUNGA WETLANDS PROTECTORS, et al.,

15 Petitioner,

16 v.

17 CALIFORNIA COASTAL COMMISSION, et al.,

18 Respondents.

19 BEACH OIL MINERALS, LLC, et al.

20 Real Parties-in-Interest.

Case No.: 19STCP00435

PETITIONERS' REPLY BRIEF

Judge: Hon. Mary H. Strobel

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1 **I. INTRODUCTION**

2 *“...I think everybody hopes someday we never have to trade wildlife for oil.”*

3 - Commission Chair Bochco (AR20103).

4 In approving Real Party Beach Oil Minerals, LLC’s oil and gas drilling project, the
5 Commission made a tradeoff for the promise of habitat restoration. In and adjacent to the
6 sensitive Los Cerritos Wetlands complex, an oil spill would be catastrophic. Impacts to cultural
7 and visual resources would remain even after mitigation. As Petitioners explained in their brief,
8 the Commission’s approval was founded on an erroneous interpretation and resultant application
9 of the Coastal Act override provision.

10 Respondent Coastal Commission, Real Parties Beach Oil Minerals, LLC, Lyon Housing
11 (Pumpkin Patch) XLV, LCC and Los Cerritos Wetlands, LLC (collectively Real Parties) and
12 Real Party Los Cerritos Wetlands Authority (LCWA) attempt to discredit Petitioners’ arguments
13 based on procedural and jurisdictional grounds, claiming administrative remedies were not
14 exhausted. As Respondent and Real Parties admit, however, Petitioner Anna Christensen
15 participated extensively throughout the administrative process. Her admonitions were largely
16 ignored. Substantively, Respondent and Real Parties argue the Commission’s process is free
17 from error, relying heavily on the deferential standard of review. However, where the
18 Commission fails to proceed as required by law, as it did here, its is entitled to no such
19 deference. As explained in detail below, Respondent and Real Parties’ arguments are without
20 merit. Because the Commission abused its discretion in approving the Coastal Development
21 Permit (CDP), its decision must be overturned.

22 **II. REPLY**

23 **A. Petitioners Met Coastal Act Exhaustion and Preservation of Issues Requirements**

24 Respondents and Real Parties both contend Petitioners failed to exhaust administrative
25 remedies. Respondent takes issue with Petitioners’ exhaustion of two issues, while Real Parties
26 would foreclose all of Petitioners’ arguments. Both are incorrect.

27 As Real Parties and Respondent note, Coastal Act Section 30801 “codifies” the
28 Commission’s exhaustion requirement and provides an “aggrieved person” has the right to seek

1 judicial review of the Commission’s decision. (Resp. Opp., p. 8; Pub. Res. Code §30801).¹

2 ...[A]n “aggrieved person” means any person who, in person or through a representative,
3 appeared at a public hearing of the commission, local government, or port governing body
4 in connection with the decision or action appealed, or who, by other appropriate means
5 prior to a hearing, informed the commission, local government, or port governing body of
6 the **nature of his concerns or who for good cause was unable to do either**. (Pub. Res.
7 Code §30801, emphasis added).

8 None of the Parties disputes that Petitioner Anna Christensen appeared before the Commission in
9 opposition to the project.² (See, Resp. Opp., p.9; RPI Opp., p. 16).

10 Though sometimes articulated as one and the same, the preservation of issues doctrine
11 differs from the exhaustion of remedies doctrine. “The latter is jurisdictional, while the former
12 does not bar a reviewing court from considering an issue not raised before the agency when
13 circumstances warrant (e.g., when an injustice would result.” (California Administrative
14 Hearing Practice (2d ed. Cal. CEB 2020) §8.108). As to preservation of issues, Section 30801
15 requires a would-be petitioner inform the Commission of “the nature of his concerns.” (Pub. Res.
16 Code §30801). It does not, as Real Parties suggest, require petitioners fully brief their arguments
17 before the administrative tribunal. (RPI Opp., pp. 15-16). “[L]ess specificity is required to
18 preserve an issue for appeal in an administrative proceeding than in a judicial proceeding.”
19 (*Citizens Assn. for Sensible Development of Bishop Area v. County of Inyo* (1985) 172

20 ¹ Therefore, the Parties’ authorities concerning a petitioner’s failure to avail itself of
21 administrative procedures or file a timely challenge to the Commission’s decision are
22 inapplicable. (See, e.g. *Walter H. Leimert Co. v. California Coastal Com.* (1983) 149 Cal.App.3d
23 222, 232–233 [petitioners failed to timely file an administrative mandamus action]; *McAllister v.*
24 *County of Monterey* (2007) 147 Cal.App.4th 253, 286-288 [petitioners failed to appeal real
25 parties’ CDP to the Coastal Commission before filing lawsuit]; *South Coast Regional Com. v.*
26 *Gordon* (1977) 18 Cal.3d 832, 837 [defendant therein bypassed the administrative agency
27 altogether]; *Johnson v. City of Loma Linda* (2000) 24 Cal.4th 61, 71 [plaintiff exhausted his
28 administrative remedies but failed to seek timely judicial relief from the City’s administrative
determination]; *Abelleira v. District Court of Appeal, Third Dist.* (1941) 17 Cal.2d 280, 291–292
[petitioners prematurely filed writ petition prior to completion of administrative appeal hearing]).

² Petitioner Puvunga did not exist until after the Commission rendered its decision. (See, First Amended Petition, ¶51; Real Parties’ Demurrer, p. 1 [Petitioner Puvunga came into existence two months after the Commission’s CDP hearing]). Because it was impossible for Petitioner Puvunga to appear before the Commission good cause exists for its failure to do so.

1 Cal.App.3d 151, 163.³

2 For example, in *East Peninsula Ed. Council, Inc. v. Palos Verdes Peninsula Unified*
3 *School Dist.* (1989) 210 Cal.App.3d 155, the Court found respondent therein used an incorrect
4 legal standard in determining its school closure and student transfer project was exempt from
5 CEQA because it improperly limited its analysis to physical changes to receptor schools. (*East*
6 *Peninsula Ed. Council, Inc. v. Palos Verdes Peninsula Unified School Dist.* (1989) 210
7 Cal.App.3d 155, 174). At the administrative level, petitioner’s members raised concerns about
8 traffic and safety and “impacts in the long term.” (*Id.* at p. 176). The Court found this sufficient
9 to exhaust the cumulative impacts issue and that it properly alerted respondent “to the fact that its
10 method of analysis was faulty and should be expanded to include analysis of long-term impacts,
11 traffic and safety.” (*Id.* at pp. 176-177 [“The fact that the above comments do not refer to
12 specific statutory language is not dispositive.”]; see also, *Gonzales v. City of Santa Ana* (1993)
13 12 Cal.App.4th 1335, 1348 [plaintiff’s complaint about “displacement of residents and
14 businesses” was enough to preserve the issue of the inadequacy of a housing plan as to relocation
15 of residents in redevelopment area]).

16 Real Parties’ authorities on this issue are factually distinguishable. In *Hagopian v. State*
17 *of California*, petitioners developed their property without first obtaining a CDP. (*Hagopian v.*
18 *State of California* (2014) 223 Cal.App.4th 349, 355). At their enforcement hearing, they “made
19 no substantive showing,” “objecting primarily on due process and jurisdictional grounds.” (*Id.* at
20 p. 371). At trial and on appeal they argued their construction did not constitute “development”
21 under the Coastal Act because it was exempt under an agricultural exemption. (*Id.* at p. 370-
22 371). The Court found petitioners failed to exhaust this issue because, before the Commission,
23 they made no substantive showing, presented no evidence, and did not make similar arguments.
24 (*Id.* at pp. 371-372). Therefore, the Court was in “no position to examine the historical use of
25 petitioners’ property” to determine whether it qualified for an agricultural exemption as a matter

27 ³ Real Parties claim Petitioners were represented by counsel at the CDP hearing. (RPI Opp., p.
28 15, FN 4). This is false. Petitioners were not represented until after the administrative decision.
The comment letter cited was on behalf of a different, unrelated entity. (AR4617-4620).

1 of law. (*Id.*).

2 Likewise, in *Greene v. California Coastal Com*, petitioners’ “general arguments” did not
3 put the Commission on notice of a takings issue. (*Greene v. California Coastal Com.* (2019) 40
4 Cal.App.5th 1227, 1238; RPI Opp., p. 15). There, petitioners challenged the Commission’s
5 imposition of a five-foot setback requirement in their CDP, arguing it should have been a one-
6 foot setback. (*Id.* at p. 1231-1233). At the hearing, petitioners’ representative’s “entire
7 presentation” concerned “the Commission’s historic reliance on the City’s zoning to approve a
8 one-foot setback on similar properties.” (*Id.* at p. 1238). Petitioners’ representative did not
9 reference an unconstitutional taking, the federal or state constitutions, case law or any other
10 authority on the takings issue. (*Id.*). Therefore, the Court found petitioners failed to exhaust this
11 issue. (*Id.*).

12 In contrast here, as explained below, Petitioner Anna Christensen and others raised all
13 issues briefed in the administrative proceedings below.

14 **B. Petitioners Argued the Commission Should Focus on the Oil and Gas Development**

15 In their opening brief, Petitioners detailed the Commission’s failure to proceed as
16 required by law by misapplying the Coastal Act Section 30260 “Location or expansion” override
17 provision within Article 7 “Industrial Development.” (Opening Brief, pp. 8-10).⁴ Instead of
18 focusing on the “coastal-dependent industrial facility,” the Commission improperly included the
19 non-industrial land swap and mitigation bank in its welfare analysis. Petitioner and numerous
20 others took issue with the Commission’s override consistency determination, including the
21 project description. (AR19964[Marcia Hanscom, Ballona Institute and Wetlands Defense, CDP
22 hearing, first and second prong of override provision not met]; AR19973 [Steve Brothers, CDP
23 hearing, second prong not met]; AR14837 [“Again, I understand that the promise of Wetlands
24 restoration is driving today’s hearing and the pressure to approve the modified LCP document
25 before you.”]; AR4618-4619; AR15044; AR15192).

26 _____
27 ⁴ Respondent claims Puvunga did not meet its burden to identify records showing it preserved
28 this issue. (Resp. Opp., p. 10, FN 4). While Petitioners bear the burden of proving exhaustion,
there is no jurisdictional requirement “they argue the issue in a separate section of their opening
brief.” (*Save the Agoura Cornell Knoll v. City of Agoura Hills* (2020) 46 Cal.App.5th 665, 678).

1 Just as in *East Peninsula Ed. Council, Inc.*, public participants articulated the basis for
2 their concerns in simple terms, but nonetheless alerted the Commission to the problematic
3 framing of the development as a restoration project. Indeed, Commission staff made this
4 observation during the City’s CEQA review process:

5 While I don't disagree with any of the project components described above, **to characterize**
6 **the proposed project as a wetlands restoration project, first, and a relocation of oil**
7 **extraction and processing equipment, second, is a misrepresentation of the overall**
8 **project and could be misleading to the public. The impetus behind the development**
9 **of the proposed project was the updating and more importantly, the expansion of oil**
10 **extraction and processing operations at the Synergy Oil Field. ... The proposed**
11 **project represents both an expansion and a relocation of BOMP's existing oil**
12 **operations.** This should be explicit and thoroughly described in the project description.

13 (AR12871, emphasis added [Commission staff letter to City]; see also, AR427). Others,
14 including Commissioners themselves, similarly complained that the justification for the new and
15 expanded oil and gas development was the accessory land swap and restoration.

16 *“I am rattled by the fact that the sliver of wetland that remains in an otherwise greenspace*
17 *pore and totally urbanized and industrialized part of our coast is hostage to the expansion*
18 *of the very thing that is destroying it, and us.” (AR20077 [Commissioner Escalante]).*

19 *“But I think, you know, what Commissioner Groom is saying is also a little troubling is*
20 *that, you know, it's an oil project in the beginning and it's an oil project in the end. And*
21 *not only is it an oil project, it's a bigger oil project.” (AR20083 [Chair Bochco]).*

22 *“Thank you all for your patience...and I think everybody hopes someday we never have to*
23 *trade wildlife for oil” (AR20103 [Chair Bochco after Commission vote]).*

24 *“To frame this project with its profuse detrimental impacts and enormous risks as a boon*
25 *to our community because the ravaged Synergy property will have less junk on it 20 years*
26 *from now is really troubling.” (AR19976-19980 [Steve Brothers testimony])*

27 *“They indicated that the cultural resource mitigations were not adequate and emphasized*
28 *the site’s cultural resources and ancestral activity. They asserted their conclusion that the*
29 *permit was not really a restoration but more a vehicle for increased drilling...”*
30 *(AR19486 [Commissioner Padilla Ex Parte Communication Disclosure Form]).*

31 *“But I do want just to say as a local tribal person that I think it’s a very dangerous game*
32 *we're playing when we say that we support more extractive industries because that's the*
33 *only option to get restoration. I think that that’s a dangerous precedent to set and I think*
34 *that we need to demand other options. I think we need to demand restoration and no new*
35 *extraction.” (AR19215 [Angela D’Arcy testimony at LCP hearing]).*

1 *“This policy, this amendment, is divisive. You're saying it's pro or against restoration of*
2 *the wetlands; that's not it. We are pro-restoration. We are not looking to deal with the*
3 *devil. We are not looking to be extorted. We're not looking to have a tradeoff.”*
(AR19249 [Sarah McGovern testimony at LCP hearing]).

4 *“The explanation of this project is misleading. It states that this is ‘oil consolidation and*
5 *restoration,’ but the semantics used in this scheme represent a logical fallacy. They are a*
6 *trick.” (AR19257 [Melinda Manlowe testimony at LCP hearing]).*

7 *“Wetlands protection and restoration is ongoing, enjoys public and private support, and*
8 *is not contingent on the expansion of oil drilling operations. One of the most commonly*
9 *stated objections to the proposed amendments and project was that ‘wetlands restoration’*
10 *relied on new and expanded oil drilling operations. Rather than holding polluters*
11 *accountable, the wetlands were being held hostage to the same industry that had destroyed*
12 *them in the first place and would do so again.” (AR14858 [Comment letter from Anna*
13 *Christensen and others]).*

14 *“I mean, we could spend all day debating or discussing or inventing potential theories*
15 *about how we might force an end to the current activity there and still achieve restoration.*
16 *And I think the sad reality is we don't have a whole lot of cards to play in that regard.”*
17 *(AR19286 [Commissioner Padilla LCP hearing testimony]).*

18 *“I don't like being in this position. I am not a fan of fossil fuels, I'm on the record about*
19 *that my whole adult career. I don't like the fact that there's any kind of anything—drilling*
20 *going on in the coastal zone, I don't like it.” (AR19287 [Commissioner Padilla LCP*
21 *hearing testimony]).*

22 *“Let's be real and state the facts: This is nor a restoration nor a consolidation project, this*
23 *is an oil expansion project. This is a temporary fix with permanent damage.”*
24 *(AR19942 [Angelica Gonzalez of Sierra Club, CDP hearing testimony]).*

25 Though the Commission viewed the restoration activity and oil and gas development as
26 inextricably intertwined, the public repeatedly urged the Commission to focus on the oil and gas
27 expansion instead of the restoration and land swap. As a result, the exact issue was presented to
28 the Commission. Unfortunately, the Commission failed to do as suggested, instead improperly
focusing on the benefits of the restoration to justify the oil and gas drilling expansion.

C. The Commission's Interpretation of Section 30260 Remains Incorrect

...[W]here **new or expanded coastal-dependent industrial facilities** cannot feasibly be
accommodated consistent with other policies of this division, **they may nonetheless be**
permitted in accordance with this section and Sections 30261 and 30262 if ... (2) to do
otherwise would adversely affect the public welfare... (Pub. Res. Code §30260).

The plain language of the statute requires the Commission to balance the need to permit the

1 *industrial facility* (i.e. the oil and gas development) against its negative impacts. Going beyond
2 the clear language, Respondent concedes it heavily weighed the non-industrial component of the
3 project in its analysis. (Resp. Opp., p. 12). It argues *Gherini* instructs a consideration of both the
4 preservation and protection of the wetlands and the need for the oil and gas infrastructure. (*Id.*, p.
5 13-14). Real Parties similarly argue the Commission properly considered the impacts of denying
6 the oil and gas project *and* “impacts to natural resources if it denied the Project as a whole (i.e.
7 no wetlands restoration, no public access, and no conveyance of land into public ownership)...”
8 (RPI Opp.,p.20). *Gherini* does not support such a distortion of the statute. Rather, it confirms the
9 Commission should consider the positive and negative direct impacts of the oil and gas
10 development, not non-industrial incentives as the Commission did here.

11 In *Gherini*, the applicants challenged the Commission’s override determination arguing
12 “the Commission improperly weighed environmental effects of development against public
13 benefit in making this determination, rather than solely considering the adverse impact on the
14 public welfare of prohibiting energy development.” (*Gherini v. California Coastal Com.* (1988)
15 204 Cal.App.3d 699, 707; RPI Opp., p. 20). The Court found the Commission properly balanced
16 the risk of harm to the sensitive natural resources against the public’s need for oil and gas in
17 ascertaining whether refusal to permit hydrocarbon development would adversely affect the
18 public welfare. (*Gherini, supra*, 204 Cal.App.3d at p. 708). Therefore, the Commission correctly
19 determined that “in balance, the public welfare would not be adversely affected by prohibition of
20 energy development on Santa Cruz Island and thus that the second requirement for exception
21 under section 30260 was not satisfied.” (*Id.*, pp. 708–709).

22 Here, in contrast, the Commission did not simply balance pros and cons of the coastal-
23 dependent industrial facility. Had it done so, it would have focused on the risk of harm to the
24 sensitive Los Cerritos Wetlands from the new, expanded oil and gas development and balanced it
25 against the need for the oil and gas – not the need for the adjacent land thrown in to sweeten the
26 deal. (AR143). If Respondent and Real Parties’ overly broad interpretation of Section 30260
27 were correct, applicants could simply add infinite project features until the scales tipped in their
28 favor. For example, an oil and gas drilling project could be coupled with a cash donation to a

1 local agency or foundation for a land purchase. A new liquefied natural gas pipeline could be
2 tied to a homeless shelter. The possibilities are endless when the statute is stretched beyond its
3 literal and logical confines.

4 Moreover, a plain reading of the statute does not, as Real Parties suggest, require the
5 Commission to evaluate a hypothetical version of the project or result in piecemealing. (RPI
6 Opp., p. 21). Rather, it merely focuses the Commission’s review upon the coastal-dependent
7 industrial facility to which the override provision applies. (See, Pub. Res. Code §30263 [similar
8 language applicable to “Refineries or petrochemical facilities”]). Under some circumstances, an
9 industrial facility will arguably provide public benefits that outweigh Coastal Act
10 inconsistencies. Perhaps a coastal-dependent power plant or desalination facility would provide
11 much needed energy or drinking water supply such that denial of the development would
12 adversely affect the public welfare. While oil production may have once been viewed as a
13 significant public benefit, today, expanded oil drilling in a sensitive wetlands complex does not
14 meet the standard. (AR142-143; see also, AR17388 [California Energy Commission]).

15 Real Parties further argue the third prong of Section 30260 – which requires adverse
16 environmental impacts be mitigated to the maximum extent feasible – inherently requires the
17 Commission to evaluate project components not directly related to oil and gas development and,
18 therefore the second prong requires consideration of ancillary project benefits. (RPI Opp., pp.
19 20-21). First, if the second prong required consideration of project “benefits” otherwise
20 characterized as mitigation measures under the third prong, such analysis would be redundant.
21 (Pub. Res. Code Section 30260). Further, to characterize a project’s mitigation measures as
22 project benefits would allow the applicant to receive credit under the second prong for mitigating
23 a project’s negative environmental impact as required under the third prong. (RPI Opp., p. 20).
24 This is especially true where, as here, the wetland restoration is required as both mitigation for
25 the oil and gas development and is part of a mitigation bank⁵ which will be used to offset

27 ⁵ “Mitigation banking is the preservation, enhancement, restoration, or creation (PERC) of a
28 wetland, stream, or habitat conservation area, which offsets, or compensates for, expected
adverse impacts to similar nearby ecosystems.” (AR4959, FN 2).

1 environmental impacts of future projects. (See, AR14995 [creation of wetland mitigation bank];
2 AR4531 [“BOMP is also required to perform at least some of the work to fulfill its mitigation
3 obligations.”], emphasis in original; AR70 [12.68 acres of mitigation required for project impacts
4 to wetlands]).

5 Lastly, Real Parties and Respondent claim Petitioners disregard the public benefit of the
6 new oil and gas infrastructure and future decommissioning. (RPI Opp., p. 21-22; Resp. Opp., p.
7 14). In reality, it was the Commission that found these measures alone unpersuasive.

8 The public welfare test requires more than a finding that, on balance, a project is in the
9 interest of the public. It requires that the Commission find that there would be a detriment
10 to the public welfare were the Commission to deny. ¶ In sum, the main benefits to the
11 public from the proposed project are the restoration of a small area of wetlands and the
12 ability to restore a much larger area in the future. Also, certainty on the timeline for removal
13 of existing aging oil infrastructure from wetland areas. (AR19873 [Commission Staff
14 Testimony at Hearing on CDP])

15 Real Parties themselves stressed the land swap and restoration as the public benefit. (AR20013).

16 LCWA likewise views restoration as the central project benefit. (LCWA Opp., pp. 3-4).

17 None of Real Parties’ or Respondent’s arguments counsel a departure from the plain
18 reading of the statute. Because its Section 30260 public welfare analysis improperly included the
19 adjacent potential wetland restoration, the Commission failed to proceed as required by law.

20 **D. Deferral and Delegation Issues Were Properly Raised**

21 *i. Proceedings Before the Commission*

22 Respondent and Real Parties claim Petitioners also failed to exhaust administrative
23 remedies because they did not raise the issue of deferral before the Commission. (Resp. Opp., p.
24 10, RPI Opp., p. 30). However, Respondent admits Petitioners and others commented that the
25 plans required via Special Conditions should have been submitted to the Commission prior to
26 project approval. (Resp. Opp., p. 10). “Much of the mitigation relied on by the Staff Report to
27 reduce these impacts and risks is included in 25 Special Conditions and remains to be fully
28 developed and evaluated.” (AR2863). “Plans required for the 25 Special Conditions should be
submitted before being approved by the Commissioners.” (AR2789). “There are 24 other Special
Conditions, many requiring plans be submitted to the director before the issuance of the CDP.

1 These plans should be submitted and agreed to by both parties before this project is approved.”
2 (AR2778[Sierra Club, Anna Christensen, and others]; see also, AR4528 [email requesting
3 postponement of hearing “as it appears there are many missing plans that are required by the
4 special conditions”]; AR3542 [Anna Christensen email to Commission staff noting Cultural
5 Resources Study was required but could not be conducted in time for Commission hearing];
6 AR3584 attachment [same]). This issue was therefore properly preserved.

7 *ii. Petitioners’ Pleadings*

8 “In the construction of a pleading, for the purpose of determining its effect, its allegations
9 must be liberally construed, with a view to substantial justice between the parties.” (Code Civ.
10 Proc., § 452). Here, Petitioners properly alleged a violation of the Coastal Act, including
11 allegations that the project conflicted with all three prongs of the Section 30260 override
12 provision. (First Amended Petition (“FAP”), 67). Petitioners also alleged the project conflicted
13 with Chapter 3 of the Coastal Act generally, including Sections 30231, 30232, 30233, 30240,
14 30244, 30251, and 30260. (FAP, ¶56). Petitioners likewise alleged the Commission failed to
15 require all feasible mitigation measures to minimize adverse environmental impacts to wetlands
16 and cultural resources. (FAP, ¶¶59-64). This is entirely consistent with Petitioners’ argument that
17 because the Commission improperly delegated and failed to perform its quasi-judicial function it
18 did not ensure the project was consistent with the Coastal Act and the project’s adverse
19 environmental impacts were mitigated to the maximum extent feasible under Section 30260.

20 Moreover, if the Court finds Petitioners’ pleading insufficient to allege a Coastal Act
21 violation on this basis, amendment to conform to proof is proper. The Court has great discretion
22 in allowing an amendment to any pleading. (*Fortenberry v. Weber* (1971) 18 Cal.App.3d 213,
23 222; Cal. Code Civ. Proc. §576). “Granting leave to file such an amendment is not an abuse of
24 discretion unless the amendment brings new and substantially different issues into the case.”
25 (*Nelson v. Gaunt* (1981) 125 Cal.App.3d 623, 636). “Where additional investigation and
26 discovery is not required to meet the new issue, it would appear that it would constitute an abuse
27 of discretion not to permit the amendment of a complaint even at the outset of a trial, where the
28 amendment merely adds a new theory of recovery on the same set of facts constituting the cause

1 of action.” (*Rainer v. Buena Community Memorial Hosp.* (1971) 18 Cal.App.3d 240, 254; see
2 also, *Youngblood v. City of Los Angeles* (1958) 160 Cal.App.2d 481, 489 [When the basic facts
3 are the same a shifting from one theory of liability to another is not the substitution of a new
4 cause of action.]). The Court should therefore consider Petitioners’ arguments on this issue.

5 **E. The Commission’s Delegation Remains Improper**

6 Respondent argues the delegation and deferred analysis of numerous project mitigation
7 measures is proper because the Commission is empowered to hire an Executive Director and
8 promulgate regulations, and the Director is authorized to issue permits in certain instances and
9 grant permit extensions. (Resp. Opp., p. 18). Respondent’s argument proves the opposite. As
10 Petitioners noted, the Coastal Act and the Commission’s regulations do envision some delegation
11 to the Executive Director. (Opening Brief, p. 13). However, such delegation must be expressly
12 authorized either by statute or regulation, as with Respondent’s cited examples. (*Id.*).

13 Respondent and Real Parties further claim it is impractical for the Commission to review
14 and approve everything. (Resp. Opp., pp. 18-19; RPI Opp., p. 32). This, however, is no excuse
15 for the Commission to abdicate its responsibilities. If Real Parties had completed all the requisite
16 studies and plans prior to the Commission’s approval, the Commission could have reviewed and
17 approved everything at once. (See, e.g., AR1977-1982 [Commission Notice of Incompleteness]).

18 Real Parties also claim the Special Conditions do not amount to deferred mitigation as
19 they provide sufficient performance standards. (RPI Opp., pp. 30-32). Special Condition 21, they
20 argue, requires a plan with specified content and concrete performance metrics and timeframes.
21 (*Id.* at p. 31). Real Parties detail the specifics of the analysis they are to complete thereunder but
22 omit the fact that a mitigation plan is to be developed based on the results of such analysis.
23 (AR39). The mitigation plan is to, among other things, demonstrate “structures would be
24 designed and constructed to withstand expected levels of ground shaking, liquefaction and
25 ground settlement as determined in the geotechnical analysis” and describe the “specific design
26 elements and mitigation measures that would be used to assure the integrity of each structure.”
27
28

1 (*Id.*). This is exactly the type of deferred mitigation deemed inappropriate in the CEQA context.⁶
2 Deferral of the specifics of mitigation is permissible where the agency “commits itself to
3 mitigation and lists the alternatives to be considered, analyzed and possibly incorporated in the
4 mitigation plan.” (*Defend the Bay v. City of Irvine* (2004) 119 Cal.App.4th 1261, 1275). “On the
5 other hand, an agency goes too far when it simply requires a project applicant to obtain a
6 biological report and then comply with any recommendations that may be made in the report.”
7 (*Id.*).

8 Special Condition 19, which is intended to address oil spills, includes similar language,
9 requiring a risk assessment and thereafter a demonstration that the prevention and response
10 measures address the deferred assessment. (AR37). Special Condition 19 also requires the Oil
11 Spill and Prevention and Response Plan to “maximize” secondary containment of all tanks to the
12 “extent feasible.” (AR38). This is the exact problematic language Real Parties reference in their
13 opposition. (RPI Opp., p. 31, citing *King & Gardiner Farms, LLC v. County of Kern* (2020) 45
14 Cal.App.5th 814, 855 [“Applicant shall *increase* the re-use of produced water and shall *reduce*
15 its use of municipal and industrial quality ground or surface water *to the extent feasible.*”]).

16 Delegation of both the analysis of the seismic hazards and oil spill and response and
17 deferral of formulation of mitigation measures to address such impacts is particularly
18 inappropriate here, where the project is inconsistent with Section 30232, oil and hazardous
19 substance spills. (AR90-92). In its determination that the project’s adverse environmental
20 impacts were mitigated to the maximum extent feasible under the third prong of Section 30260,
21 the Commission specifically relied on Special Conditions 3 (Perimeter Pipeline Alignment
22 Implementation Plan) and 19 (Revised Oil Spill Prevention and Response Plan) to fill the data
23 gaps and formulate appropriate mitigation measures in response thereto. (AR144-145). Because
24 the Commission improperly deferred such analysis and delegated it to its Executive Director, it

25 ⁶ Though Petitioners did not include a CEQA cause of action, as a certified regulatory program,
26 the Commission’s Coastal Act approval is subject to the same CEQA standards as any other
27 agency. (See, *POET, LLC v. State Air Resources Bd.* (2013) 218 Cal.App.4th 681, 712, 739
28 [finding Air Resources Board violated CEQA by deferring formulation of mitigation measures];
14 Cal. Code Regs. §15251(c) [Commission’s CDP approval process is certified regulatory
program]).

1 failed to ensure the project’s adverse environmental impacts were mitigated to the maximum
2 extent feasible.⁷ As a result, the Commission improperly found the project met the third prong of
3 the Section 30260 override.

4 **F. Additional Cultural Resources Mitigation Measures Were Suggested and Available**

5 As to the cultural resources impacts, Respondents and Real Parties here again claim
6 Petitioners failed to exhaust administrative remedies. (Resp. Opp., p. 10, RPI Opp., p. 23). This
7 is false. Petitioners and others specifically raised the lack of appropriate mitigation for cultural
8 resource impacts. (See, e.g., AR19939 [Ann Cantrell testimony: “The staff report on page 131
9 concedes that the cultural resource impacts cannot be fully mitigated. It asserts without
10 justification there are no other mitigational (sic) measures available. This is obviously false,
11 since there are ways to scale back the project to reduce the impacts.”]; AR3546 [“A Cultural
12 Study must include impacts on the Los Cerritos Wetlands and surrounding areas that hold
13 cultural significance for tribal peoples and take into consideration the loss of and lack of access
14 to tribal sites and cultural resources, making what remains rare and endangered.”]).

15 Likewise, numerous individuals suggested the Commission’s mitigation measures and
16 Special Conditions 23 and 24 were not enough. For example, Petitioners suggested: “Any
17 Archaeological Research Plan and/or Archaeological Monitor and Mitigation Plan for the project
18 area shall not be designed, conducted, supervised, or controlled by the BOM, the LCWA or its
19 member organizations. With the assistance of the NAHC, an independent panel, including
20 members of affected tribal groups having a connection to the Los Cerritos Wetlands and
21 surrounding areas, and qualified experts agreed upon by these same tribal groups shall design
22 these plans and conduct the research and testing.” (AR2784). These measures were not included
23 in the project conditions.

24 Real Parties and Respondent further posit that all of the mitigation measures proposed in
25 Petitioners’ Opening Brief are already part of the project, in part because they can be

27 ⁷ Real Parties claim Petitioners’ Opening Brief did not substantively challenge the third prong of
28 the override provision as to visual resources or the oil spills policy. (RPI Opp., p. 18). Petitioners
did so and do here again. (See, Opening Brief, pp. 13-15).

1 “suggested” as part of the Tribal Culture Education Plan. (RPI Opp., p. 29; Resp. Opp., pp. 16-
2 17). First, Petitioners’ ability to suggest salte panne landscape and harvest activities is
3 constrained because, as part of the Special Condition, only Native American Heritage
4 Commission (NAHC) Groups will be consulted (AR20209-20210, 20213) and there is no
5 opportunity for public review and comment. More importantly, suggestion of a particular feature
6 does not ensure its inclusion in the project. Further, there is no indication the LCWA suggested
7 cultural resources considerations and approaches are binding on Real Party Beach Oil Minerals,
8 LLC as it develops the new oil properties or on the Synergy parcel. (See, AR3493).

9 Real Parties also contend the Commission went above and beyond the Coastal Act in
10 mitigating the project’s impacts, maintaining the project does not require any mitigation. (RPI
11 Opp., pp. 26-27). Nonetheless, the Commission’s findings acknowledge current analysis of the
12 project area is inadequate and the area may qualify for the National Register. (AR126, 130-131).
13 The Commission further found the “project would also result in adverse impacts to cultural
14 resources by approving development that is not consistent with the characterization of the project
15 area as a Tribal Cultural Landscape.” (AR132). The Commission concluded mitigation measures
16 would partially address but not eliminate this impact. (*Id.*). Real Parties did not challenge this
17 determination. Further, the Commission’s definition of Tribal Cultural Resources is broader in its
18 Tribal Consultation Policy (See, AR17334-17335) and the City’s LCP, as guidance, requires all
19 development that would adversely impact archaeological or paleontological resources include
20 reasonable mitigation measures. (AR2917-2918, ¶7; AR2927, ¶c.vi.).

21 Lastly, Real Parties argue the third prong of Section 30260 only applies to aspects of the
22 project that are inconsistent with Chapter 3. (RPI Opp., p. 24). However, the text is not so
23 qualified. To require an inconsistent project to mitigate all adverse impacts to the maximum
24 extent feasible is entirely consistent with its qualification for an extraordinary tool (an override),
25 including where a lesser standard otherwise applies. (*Id.* at p. 25). This is also in line with the
26 Commission’s CEQA responsibilities.

27 In that regard, Real Parties and Respondent point to the Commission’s general CEQA
28 findings as proof the cultural resource impacts were mitigated to the maximum extent feasible.

1 (RPI Opp., p. 23 FN6; Resp. Opp., p. 15). However, as noted above, the Commission
2 acknowledged it mitigated impacts only to a “reasonable” standard. (See, Pub. Res. Code §30108
3 [definition of “feasible”]).

4 Because the Commission focused on the “reasonable” mitigation measures available for
5 such cultural impacts, it did not mitigate impacts to the maximum extent feasible as required
6 pursuant to Section 30260 and failed to proceed in the manner required by law.

7 **III. CONCLUSION**

8 Enticed by the prospect of obtaining Real Parties’ dried up and unmaintained drilling
9 sites – the mitigation bank and potential restoration parcels – the Commission stretched the
10 Coastal Act override provision beyond its literal and legal confines. As a result, the Commission
11 approved a massive new and expanded oil and gas facility (and associated infrastructure) that
12 would have devastating consequences to surrounding wetlands in the event of a spill. To deny
13 the new oil and gas development would benefit the public, including the environment, in
14 innumerable ways. But because the Commission misapplied the override provision and
15 impermissibly deferred analysis and mitigation of the project’s impacts, it found the opposite,
16 abusing its discretion. Respondent and Real Parties’ arguments to the contrary are unavailing.
17 Therefore, Petitioners respectfully reiterate their request that the Petition for Writ of Mandate be
18 granted.

19 Dated: February 19, 2021

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