JAMES L. BUCHAL (SBN 258128) MURPHY & BUCHAL LLP 2 3425 S.E Yamhill, Suite 100 Portland, OR 97214 Telephone: (503) 227-1011 3 Facsimile: (503) 573-1939 4 Attorney for Plaintiffs 5 6 7 IN THE SUPERIOR COURT OF CALIFORNIA 8 FOR THE COUNTY OF SAN BERNARDINO 9 10 THE NEW 49'ERS, INC., a California Case No. 11 corporation, DEREK D. EIMER; STEPHEN JONES; DAVID GUIDERO; MARVIN GARRY 12 LAMPSHIRE II; and DYTON W. GILLILAND, **DECLARATION OF DAVID** MCCRACKEN IN SUPPORT OF MOTION 13 Plaintiffs and Petitioners, FOR A TEMPORARY RESTRAINING ORDER AND/OR PRELIMINARY 14 **INJUNCTION** v. 15 CALIFORNIA DEPARTMENT OF FISH AND WILDLIFE and CHARLTON H. BONHAM, in 16 his capacity as Director of the California Department of Fish and Wildlife, 17 Defendants and Respondents. 18 19 20 David McCracken declares: 21 1. I am the President of plaintiff The New 49'ers, Inc. and make this Declaration in 22 support of a motion for Temporary Restraining Order and/or Preliminary Injunction Against 23 Defendants. 24 2. I have been active in suction dredging since 1979 and am generally considered an 25 authority on the subject. I have consulted for companies and governments all over the world 26 concerning suction dredging, including, Borneo, India, Sumatra, Cambodia, Thailand, Philippines, 27 DECLARATION OF DAVID MCCRACKEN IN SUPPORT OF MOTION FOR James L. Buchal (SBN 258128) A TEMPORARY RESTRAINING ORDER AND/OR PRELIMINARY **MURPHY & BUCHAL LLP** 28 3425 S.E. Yamhill, Suite 100 **INJUNCTION** Portland, OR 97214 Case No. Tel: 503-227-1011

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Papua New Guinea, Madagascar, South Africa, Guinea, Venezuela, Costa Rica and elsewhere. I have published and produced most of the authoritative books and video material on the subject of suction dredging. As I have devoted most of my adult-life to activities related to suction dredging, I am very qualified to speak on the subject.

3. I also have extensive experience in utilizing gravity methods to recover fine gold, mercury and gemstones – especially in recovery systems used by suction dredges. More background about my experiences concerning suction dredges and recovery systems can be found on my consulting web site at http://www.promackmining.com/. I have written extensively on the subject of recovering fine particles of heavy metals and gem stones with the use of suction dredges. One excellent article on the subject can be found at http://www.promackmining.com/differentsampling.htm.

Background Concerning The New 49'ers

- 4. I founded The New 49'er Gold Prospecting Association in Siskiyou County 30 years ago, and have managed the program since the beginning. The company is a California corporation. Its purpose is to provide abundant, hassle-free mining opportunities for our members. In turn, our members pay dues to belong and gain access to over 60 miles of gold bearing streams and rivers within Siskiyou County. Most of our mining property is located within the Klamath National Forest along the Klamath River. This is because the earlier generations of gold miners, to a very large degree, had difficulty reaching out into the larger, deeper river where substantial reaches of original river bottom gold deposits still exist today.
- 5. We have around 2,000 active members in The New 49'ers, though usually not more than 100 or so are around at any given time. Weather conditions, winter flows and ice cold water, for the most part, prevents underwater mining except during the more mild months of the year. Having said that, I believe it is a fair statement for me to say that our activity draws more visitors into Siskiyou County than any other private enterprise.

- 6. The only effective way of recovering submerged river bottom gold deposits is with the use of suction mining equipment. These are portable machines which float on pontoons and use a motor and pump to suck up mostly gravel material from the river bottom and pass it over a recovery system where the gold drops out because it is heavy. The gravel flows directly back into river near where it came from on the river bottom. For deeper dredging, a hookah compressor is also attached to the motor and directs breathing air down to the diver(s) through an extended airline.
- 7. Our office and headquarters are located next to the post office in Happy Camp. We employ 5 full time administrative staff, and bring in extra help when necessary. In addition, we have a Director of Internal Affairs (a retired deputy sheriff), Richard Krimm, who has participated in this Court's Mandatory Settlement Discussions. Mr. Krimm has two dedicated Internal Affairs assistants, and can call on other active members when help is needed. We have always coordinated with the several government agencies which possess some level of jurisdiction over our activities in the National Forest, chiefly the U.S. Forest Service and California Department of Fish & Wildlife ("DFW"). Though we sometimes have civilized differences of opinion over how laws and regulations properly apply to small-scale mining activity, our overall relationship with these agencies has been cooperative and productive since we began 30 years ago.
- 8. All of our members sign a Mining License when they join our organization. The license allows members to keep the gold they recover from the properties that we manage. The license also requires each member to operate within the law and also abide by our published Rules and other site specific restrictions that are outlined in our published Claims Guide. A true copy of our Claims Guide is available at http://www.goldgold.com/master-list.html.
- 9. Our Claims Guide defines the boundaries of all the properties which we manage, provides useful information about the property, and outlines any site specific areas that are off limits to mining or suction dredging. These off-limit areas have been established through working relationships with the U.S. Forest Service, the Karuk Tribe and local communities. They include

popular swimming or recreation areas, areas of cultural concern and locations along the Klamath River where cooler water enters from side tributaries during the hot summer months.

- 10. Some fish biologists believe dredging activity might frighten fish away from these cool water "refugias," but we have extensive experience underwater with the fish and see how they are substantially attracted to the material which flows off the back of our dredges. This is because our dredges penetrate otherwise armored stream bottom where smaller critters live which the fish feed on. Even though our dredge holes are so small as to have no impact on the larger waterway, the fish are certainly glad to be around the discharges of our dredges. In addition, they like to take refuge in our dredge holes when we are not actively mining. This is because larger rocks and boulders must be moved around by hand, which creates protected habitat. Cooler ground water also flows into our dredge holes which the fish seem to be attracted to during the hot summer months. All of the holes we make in the waterways are erased by Mother Nature during winter storm flows.
- 11. Because we have a very attentive internal affairs staff, our management approach has always been to resolve any and all problems internally, rather than have the authorities involved. Since our beginnings, our relationship with the U.S. Forest Service has been such that their Minerals Officer or District Ranger simply has to make a phone call to our office if there is a concern about any activities associated with our program. We go out and immediately resolve any problem if it exists. To a large extent, we have enjoyed a similar relationship with the DFW.
- 12. The Miners License each of our members signs allows The New 49'ers to suspend the mining privileges of any member who is not following our Rules or is breaking the law. The truth is that we have more leverage to bring members into compliance than any of the agencies. Not that we have many troublemakers, but there are occasional things that come up. When they do, we are all over it. In 30 years of operation in Siskiyou County, there has never been a single citation or reprimand against The New 49'ers by any agency, even though our membership is in the thousands.
- 13. During 1993 and 1994, representing The New 49'ers and the larger mining community of Siskiyou County, I devoted countless hours to hammering out a reasonable set of

suction dredge regulations with DFW. Others from the mining community were also involved, representing other parts of the state. The process was very contentious, and actually took three full attempts (three full EIR's) before we finally arrived at a balanced regulatory scheme that allowed suction dredging while protecting fishery resources. Those set of regulations served our industry and the State very well until the unlawful moratorium was imposed by the California legislature in 2009.

- 14. In addition to the California regulations, to resolve protests by the Karuk Tribe about our activity, in concert with the U.S. Forest Service, we mitigated to their satisfaction every single concern the Tribe expressed. The concerns and mitigation solutions are well documented. We still honor those agreements today.
- 15. It was shortly after making all these agreements with the Karuk Tribe more than 10 years ago, that we discovered that attorneys from the DFW and the Karuk Tribe had made a secret agreement to impose substantial changes to our suction dredge regulations without any notice whatsoever to our industry. This was a gross violation of CEQA and other California administrative laws. How can an industry reinvest in business and plan for the future when a State agency can secretly collude with special interest groups to completely change the regulations which largely control your industry? The changes they agreed to proposed to make massive reductions in our mining seasons and closed suction dredging altogether on productive waterways that have been worked by prospectors even before California became a State!
- 16. We intervened on the State litigation before the judge approved the secret agreement, and the judge agreed that the DFW was not proceeding in accordance with law. That litigation eventually evolved into a Consent Decree entered by the Court to update the suction dredge regulations which were adopted during 1994. Determined to get their way, DFW went through all the steps of a CEQA process to arrive at nearly the very same outcome as their original Agreement with the Tribe. DFW's outcome-based CEQA was a corruption of the CEQA process.

Consequently, the ongoing litigation was expanded into objections of unreasonable over-regulation

by the miners, and unreasonable under-regulation by the Karuk Tribe and their anti-mining allies, the litigation coordinated before this Court. The mining community has spent in excess of a million dollars in legal fees. While this might not sound like much in this day and age, coming up with the money to pay competent attorneys to represent our industry has been more difficult than mining activity itself – which is brutally difficult.

- 17. As the CEQA process evolved with overly-restrictive draft (2012) regulations that at least would have allowed some of our activity to continue, the State legislature passed a series of moratoriums beginning in 2009 that basically made it impossible for DFW to ever issue suction dredge permits again.
- 18. This Court has found the permit moratorium an unlawful scheme by the State of California to defeat the intention of Congress. Yet, DFW continues to enforce the illegal moratorium.
- 19. Taking the Court's ruling to heart, after ten years of active litigation, and having our dredges shut down for the past six years, many of our members made plans to dredge during the 2015 season. Some of our members are dredging along the Klamath River as I write this Declaration.
- 20. DFW wardens have been coming out to the river and instructing our suction dredging members that they are breaking the law. Sometimes they are seizing equipment, sometimes issuing citations, and sometimes even arresting them. Some members, confident that this Court's Order protects them from criminal prosecution, even insisted upon being arrested for breaking the law so the matter could be immediately resolved in front of a judge. However, the Siskiyou County District Attorney has declined to cooperate in securing such a resolution.
- 21. In substance, the State of California is abusing its authority to frighten prospectors ("you will be prosecuted later"), and running off with their mining gear, thereby imposing punishment upon them while refusing to provide them an immediate hearing in front of an impartial judge. This misuse of authority has a very chilling effect on business. It is particularly difficult in

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that we devoted 10 years of litigation, and already lost six mining seasons, to finally arrive at a ruling—which the State will not honor.

The Mercury Issue

- 22. As time has passed without any evidence that any dredger anywhere has ever injured so much as a single fish or frog, suction dredge opponents have seized upon the mercury issue as a primary point of attack against suction dredgers. We do not use mercury in our dredges, but some hydraulic miners early in California history did, and in some places, the mercury they lost persists in isolated spots within some goldmining areas. Because the mercury is very heavy, in those few places where it was used abundantly, some of the mercury sank and collected in pools along the bedrock. In my more than thirty-five years of suction dredging, the only place I ever saw a pool of mercury was on the South Fork of the Yuba River during a cooperative program with several government agencies to work out a method to mitigate the contaminated area. I would add that the contaminated area was discovered by suction dredgers who reported it to State and federal agencies.
- 23. As far as I know, there have been no studies to characterize the levels of mercury within California's waterways outside of just a few identified hot spots. The vast majority of California's waterways do not contain mercury hot spots. We know, because dredgers are not finding mercury in most places. Simply because there may be occasional, isolated areas of concern, shutting down the entire State to suction dredging is not a reasonable approach to regulation.
- 24. The State's conclusions concerning mercury are based upon studies that have been conducted in known mercury problem areas. These areas are not typical of the mining claims on which suction dredgers operate, and certainly do not represent conditions on mining claims owned or controlled by The New 49'ers. Our members rarely find any mercury beyond an occasional trace that may adhere to a gold nugget.

We Seek Reasonable Relief

25. It is my understanding that this Court has found California's refusal to issue dredging permits to be unconstitutional, along with the 2012 Regulations, but has declined to issue statewide

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relief permitting miners to operate under the pre-existing 1994 regulations. As best we can understand, the Court found that the acknowledged harm to dredgers was outweighed by environmental risks identified by the opposing parties, in a context where the Supreme Court had under review the question of federal preemption.

- 26. As Mr. Walker had pointed out in his own *pro se* lawsuit, the refusal to issue permits was also a violation of the California State Constitution. Application of that rule of law would result in the conclusion, but for this Court's prior ruling, that the 2012 Regulations were fully effective. Under the circumstances, we believe the reasonable thing to do for the moment is allow suction dredging to proceed under those 2012 regulations.
- 27. The 2012 regulations opened the Klamath River up to 4-inch dredges during the months of July and August and September. The Department certified that there would be no harm to fish under those regulations.
- 28. The New 49'ers only have control over the properties which we manage, and we have enough background experience along our properties to certify that there are no mercury hot spots present, and no sensitive cultural concerns expressed that we have not already mitigated, and we are thus only seeking interim relief along the Klamath River properties which we control. Our internal affairs staff has the capability to enforce the dredge regulations which were adopted in 2012 and additional internal Rules along our properties until such time as the Department either adopts new regulations or begins issuing suction dredge permits once again. And, of course, the Department has the resources to enforce the 2012 regulations within our limited area, since they are already making such a strong effort to stop all suction dredging on our properties.
- 29. This is not to say that we are pleased with the 2012 regulations. We believe they are overly-restrictive and need modification in order to meet the intent of Congress to encourage prospecting and development of mineral resources on the public lands. We would gladly assist the Department in developing a more reasonable set of regulations.

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30. Any relief is better than nothing while we try and hammer out a reasonable set of regulations. We have already completely lost 5+ full seasons because of an unlawful moratorium.

31. Our members were faithfully relying upon this Court's Order, which they interpreted to understand that the moratorium could not be enforced by the Department. Relief allowing the very limited 2012 regulation dredging on our claims, coupled with an order requiring the Department to immediately return the equipment they have taken from suction dredgers along the Klamath River, will provide large benefits to plaintiffs and the broader communities depending on them within Siskiyou County.

I certify under penalty of perjury that the foregoing is true and correct.

Executed at Happy Camp, California on July 3, 2015.

David McCracken

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