PO Box 47775 • Olympia, Washington 98504-7775 • (360) 407-6300 711 for Washington Relay Service • Persons with a speech disability can call 877-833-6341

March 30, 2021

Penn Cove Shellfish, LLC ATTN: Ian Jefferds PO Box 148 Coupeville, WA 98239

RE: Water Quality Certification Order No. 19806 for Corps Reference No. NWS-2017-511,

Penn Cove Samish Bay Shellfish Farm – ATF Application, Samish Bay, Bow, Skagit

County, Washington

Dear Ian Jefferds:

On June 16, 2020, Penn Cove Shellfish, LLC submitted a request for a Section 401 Water Quality Certification (WQC) under the federal Clean Water Act for the Penn Cove Samish Bay Shellfish Farm – ATF Application located on tidelands within Samish Bay, near Bow, Skagit County, Washington.

On behalf of the state of Washington, the Department of Ecology certifies that the work described in the Joint Aquatic Resource Permit Application (JARPA) and the public notice complies with applicable provisions of Sections 301, 302, 303, 306, and 307 of the Clean Water Act, as amended, and applicable state laws. This certification is subject to the conditions contained in the enclosed Order.

Please ensure that anyone doing work under this Order has read, is familiar with, and is able to follow all of the provisions within the attached Order.

If you have any questions about this decision, please contact Lori Kingsbury at (360) 407-6926 or by e-mail at Lori.kingsbury@ecy.wa.gov. The enclosed Order may be appealed by following the procedures described within the Order.

Sincerely,

Perry J Lund, Section Manager

Shorelands and Environmental Assistance Program

Southwest Regional Office

Penn Cove Shellfish LLC Order No. 19806 Corps No. NWS-2017-511 March 30, 2021 Page 2

ec: Jason Sweeney, Corps of Engineers

Robert Smith, K&L Gates LLP Paul Blau, Blau Oyster Company Todd Woodard, Samish Indian Nation

Amy Jensen, EPA

Betsy Stevenson, Skagit County

Loree' Randall, Ecology Lori Kingsbury, Ecology Chris Luerkens, Ecology Rick Mraz, ECY, Ecology

ECYREFEDPERMITS@ecy.wa.gov – Aquatics No. 138557

IN THE MATTER OF GRANTING A WATER QUALITY CERTIFICATION TO Penn Cove Shellfish, LLC pursuant to 33 U.S.C. 1341 (FWPCA \$401), RCW 90.48.120, RCW 90.48.260 and Chapter 173-201A WAC ORDER No. 19806 Corps Reference No. NWS-2017-511 Penn Cove Shellfish Samish Bay Farm ATF Application; located on tidelands within Samish Bay near Bow, Skagit County, Washington

Penn Cove Shellfish LLC Attn: Ian Jefferds PO Box 148 Coupeville, Washington 98239

On June 16, 2020, Penn Cove Shellfish, LLC Farms submitted a request for a Section 401 Water Quality Certification (WQC) under the federal Clean Water Act for the Penn Cove Samish Bay Shellfish Farm ATF Application, Skagit County, Washington. The U.S. Army Corps of Engineers (Corps) issued a joint public notice on April 2, 2020.

This project proposes to authorize a previously unauthorized commercial shellfish operation, cultivating up to 32 acres of Manila clam, and expand operations to include the cultivation of Pacific and Kumamoto oysters. A total of up to 38.70 acres is proposed to be cultivated. Up to 37.85 acres would be in cultivation with either Manila clam or oysters, and up to 0.85 acre would be in cultivation with oysters. The remaining 1.25 acres would not be subject to shellfish aquaculture.

The currently unauthorized aquaculture at the site consists of Manila clams grown in the substrate under four foot wide by 100 foot long clam nets with 3/8-inch mesh, spaced three feet apart. All edges are buried, and nets secured with rebar staples every 20 feet for the length of the nets. A mulch layer dragged behind a tractor would be used to simultaneously lay the netting and bury the edges of the nets. On an incoming tide, the length of the netting would be walked and Manila clams are spread over the nets by hand.

Clams would be harvested 18-24 months after planting in the substrate. The nets would be removed by a mechanical harvester that rolls up the netting, excavates four to six inches of substrate, and harvests the clams.

In areas that have had recent active shellfish cultivation or do not contain eelgrass, both Manila clam and oysters would be cultivated. Manila clams would be cultivated as described above, however, the nets would be spaced four feet across, in sets of two, followed by two sets of oyster long lines with SEAPA brand baskets. The baskets would be suspended off the bottom from 100 foot long lines spaced four feet apart. The long lines would be held in place by galvanized steel posts that would not protrude more than four and a half feet above the substrate. Harvest would occur by hand after 18-24 months.

In areas that have not been in active cultivation and contain eelgrass beds, oyster cultivation would occur in long lines spaced ten feet apart.

Order No. 19806 Corps No. NWS-2017-511 Aquatics No. 138557 March 30, 2021 Page 2 of 5

In areas that have not previously been in cultivation, a 16 foot buffer would be kept from eelgrass beds.

Site access is by boat at high tide, and worked during low tides. All shellfish activities would occur on privately-owned tideland within an area defined by +1' mean lower low water (MLLW) tidal elevation and the outer boundary at approximately -1.0 ft. MLLW tidal elevation, and within the surveyed property boundaries.

The project site is located on tidelands parcels P48476, P48477, and P48478 within Samish Bay associated with 11321 Blue Heron Road, Bow, Skagit County, Washington; Section 30, Township 36 North, Range 3 East; WRIA 3, Lower Skagit-Samish Watershed.

With this Order, Ecology is granting Penn Cove Shellfish LLC's request for a Section 401 Water Quality Certification for the Penn Cove Samish Bay Shellfish Farm- ATF Application provided that the activity is conducted in accordance with the Section 401 Water Quality Certification request and attachments Ecology received on June 16, 2020, and the following supporting documentation:

• E-mail letter to Ecology dated February 12, 2021, regarding the project's compliance with the conservation measures associated with the "Programmatic Biological Opinions for Shellfish Activities in Washington State Inland Marine Waters" (U.S. Fish and Wildlife Service (USFWS) Reference Number 01EWFW00-2016-F-0121, National Marine Fisheries Service (NMFS) Reference Number WCR-2014-1502). This email also includes a description of Penn Cove Shellfish LLC's water quality monitoring plan.

The following conditions are applied to this project:

- 1. At this time, the use of a coil compactor to control invasive Bamboo Shoot worms is not authorized for use in areas with native eelgrass (Zostera marina).
- 2. If the U.S. Army Corps of Engineers, after consultation with the National Marine Fisheries and U.S. Fish and Wildlife Service, subsequently approves the use of a coil compactor in areas that contain native eelgrass, Penn Cove Shellfish LLC may submit a request to Ecology to amend Order No. 19806 to allow such use.

Based on the information submitted, Ecology has determined that the discharge from the project will comply with state water quality requirements. Prior to undertaking any changes that materially alter the project, Penn Cove Shellfish LLC must contact Ecology to determine whether a new Section 401 Water Quality Certification is required.

Issuance of this Section 401 Water Quality Certification for this proposal does not authorize Penn Cove Shellfish LLC to exceed applicable state water quality standards (Chapter 173-201A WAC), ground water quality standards (Chapter 173-200 WAC) or sediment quality standards (Chapter 173-204 WAC). Furthermore, nothing in this Section 401 Water Quality Certification absolves the Applicant from liability for contamination and any subsequent cleanup of surface waters, ground waters, or sediments resulting from project construction or operations.

Order No. 19806 Corps No. NWS-2017-511 Aquatics No. 138557 March 30, 2021 Page 3 of 5

Any work that causes distressed or dying fish or discharges of oil, fuel, or other chemicals into state waters or onto land with a potential for entry into state waters is prohibited. If such work, conditions, or discharges occur, immediately notify² Ecology's Regional Spill Response Office at 360-407-6300 and the Washington State Department of Fish & Wildlife with the nature and details of the problem, any actions taken to correct the problem, and any proposed changes in operation to prevent further problems. You will also need to notify the Washington Emergency Management Division³ at 1-800-258-5990, for actual spills to water only. This condition is necessary to prevent oil and hazardous materials spills from causing environmental damage and to ensure compliance with water quality requirements. The sooner a spill is reported, the quicker it can be addressed, resulting in less harm.

In view of the foregoing and in accordance with 33 U.S.C. §1341, RCW 90.48.120, RCW 90.48.260 Chapter 173-200 WAC and Chapter 173-201A WAC, this WQC is granted to the Penn Cove Shellfish Samish Bay Farm ATF Application.

This Certification is not effective until the U.S. Army Corps of Engineers (Corps) Seattle District issues an individual Department of the Army (DA) permit for this project. Order No. **19806** will remain valid for the duration of the associated DA permit. Penn Cove Shellfish LLC should send a copy of the final DA permit to fednotification@ecy.wa.gov within two weeks of receiving it.

YOUR RIGHT TO APPEAL

You have a right to appeal this Order to the Pollution Control Hearing Board (PCHB) within 30 days of the date of receipt of this Order. The appeal process is governed by Chapter 43.21B RCW and Chapter 371-08 WAC. "Date of receipt" is defined in RCW 43.21B.001(2).

To appeal you must do both of the following within 30 days of the date of receipt of this Order:

- File your appeal and a copy of this Order with the PCHB (see addresses below). Filing means actual receipt by the PCHB during regular business hours.
- Serve a copy of your appeal and this Order on Ecology in paper form by mail or in person. (See addresses below.) E-mail is not accepted.

You must also comply with other applicable requirements in Chapter 43.21B RCW and Chapter 371-08 WAC.

² WAC 173-303-145

¹ RCW 90.48

³ RCW 90.56.280

Order No. 19806 Corps No. NWS-2017-511 Aquatics No. 138557 March 30, 2021 Page 4 of 5

ADDRESS AND LOCATION INFORMATION

Street Addresses	Mailing Addresses
Department of Ecology Attn: Appeals Processing Desk 300 Desmond Drive SE Lacey, WA 98503	Department of Ecology Attn: Appeals Processing Desk PO Box 47608 Olympia, WA 98504-7608
Pollution Control Hearings Board 1111 Israel Road SW, Suite 301 Tumwater, WA 98501	Pollution Control Hearings Board PO Box 40903 Olympia, WA 98504-0903

CONTACT INFORMATION

Please direct all questions about this Order to:

Lori Kingsbury
Department of Ecology
Southwest Regional Office
PO Box 47775
Olympia, WA 98504-7775
lori.kingsbury@ecy.wa.gov

MORE INFORMATION

- Pollution Control Hearings Board Website http://www.eluho.wa.gov/Board/PCHB
- Chapter 43.21B RCW Environmental and Land Use Hearings Office Pollution Control Hearings Board
 - http://app.leg.wa.gov/RCW/default.aspx?cite=43.21B
- Chapter 371-08 WAC Practice And Procedure http://app.leg.wa.gov/WAC/default.aspx?cite=371-08
- Chapter 34.05 RCW Administrative Procedure Act http://app.leg.wa.gov/RCW/default.aspx?cite=34.05
- Chapter 90.48 RCW Water Pollution Control http://app.leg.wa.gov/RCW/default.aspx?cite=90.48
- Chapter 173.204 WAC Sediment Management Standards http://apps.leg.wa.gov/WAC/default.aspx?cite=173-204

Order No. 19806 Corps No. NWS-2017-511 Aquatics No. 138557 March 30, 2021 Page 5 of 5

• Chapter 173-200 WAC – Water Quality Standards for Ground Waters of the State of Washington

http://apps.leg.wa.gov/WAC/default.aspx?cite=173-200

• Chapter 173-201A WAC – Water Quality Standards for Surface Waters of the State of Washington

http://apps.leg.wa.gov/WAC/default.aspx?cite=173-201A

SIGNATURE

Perry J Lund, Section Manager Shorelands and Environmental Assistance Program Southwest Regional Office

Department of Ecology

March 30, 2021

Date