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7	BEFORE THE HEARING EXAMINER				
8	FOR THE CITY OF	FSEATTLE			
9	In the Matter of the Appeal of:	<ul><li>Hearing Examine</li><li>(DPD Project No.</li></ul>	r File No. S-15-001 3020324)		
10	FOSS MARITIME COMPANY	)	,		
11	from an Interpretation by the Director, Department of Planning and Development.	) )			
12		) )			
13	In the Matter of the Appeal of the:	<ul><li>Hearing Examine</li><li>(DPD Project No.</li></ul>	r File No. S-15-002 3020324)		
14	PORT OF SEATTLE,	, ) )     MOTION TO IN	PEDMENIE		
15	from Interpretation No. 15-001 of the Director of the Department of Planning and Development.	) MOTION TO IN ) )	IERVENE		
16		) )			
17	INTRODUCTION				
18	Puget Soundkeeper Alliance, Seattle Audubon Society, Sierra Club, and Washington				
19					
20	Environmental Council (collectively "Proposed Intervenors") seek to intervene in these				
21	consolidated cases pursuant to HER 3.09. Proposed	Intervenors have lo	ngstanding interests in		
22	Council for Proposed Intervenors contacted council	1 for the City of Sec	tle and Annallants in		
23	Counsel for Proposed Intervenors contacted counsel for the City of Seattle and Appellants in these consolidated appeals. The City of Seattle has no objection to this motion. Counsel for the Port stated that they could not indicate their position before reviewing this motion, and counsel				
24	for Foss did not indicate the position Foss will take on this motion				
25	MOTION TO INTERVENE - 1 –		Earthjustice 705 Second Ave., Suite 203 Seattle, WA 98104-1711		
26			(206) 343-7340		

using, protecting, and restoring Puget Sound, the Duwamish River, and Elliott Bay, all of which are affected by the conversion of Terminal 5 into a homeport for Shell's Arctic drilling fleet. Proposed Intervenors also have an interest in ensuring that the Port seeks a shoreline permit when it changes the use of a container terminal to serve as a homeport, because they and the public can then participate in the permitting process and ensure that the environmental and navigational effects of the new use are fully considered and mitigated before the change of use occurs. The Seattle Department of Planning and Development's ("DPD") interpretation would, if upheld in this appeal, require the Port to obtain a shoreline permit, which would protect Proposed Intervenors' interests in preventing added pollution from Shell's homeport use, preserving navigation around Terminal 5, and having an opportunity to participate in the permitting process for a new use of Terminal 5.

Proposed Intervenors brought their own related lawsuit against the Port of Seattle for leasing Terminal 5 to Foss Maritime Company ("Foss") for a homeport for Shell's Arctic drilling fleet because the Port failed to conduct any environmental review under the State Environmental Protection Act ("SEPA"). Ex. 1 (See Puget Soundkeeper Alliance v. Port of Seattle, No. 15-2-05143-1 SEA, Complaint (King County Superior Court, filed Mar. 2, 2015)). The Port has claimed that the lease is exempt from SEPA asserting that the use of Terminal 5 will remain essentially the same as the prior container terminal use. The DPD interpretation confirms that the lease changed the use of Terminal 5, thereby reinforcing Proposed Intervenors' legal claims. Moreover, the Port and the City would need to comply with SEPA in connection with seeking a permit for the homeport use of Terminal 5, which would provide Proposed Intervenors and the public a candid assessment of the homeport's environmental and community impacts, an opportunity to participate in that assessment, and a right to seek mitigation. In order to enable

this motion to intervene.

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### BACKGROUND

Soundkeeper to protect these interests, Proposed Intervenors ask the Hearing Examiner to grant

Terminal 5 is located on the West Waterway at the mouth of the Duwamish River, adjacent to state-owned aquatic lands reserved for public navigation and use. Terminal 5 has been designated as a premier marine container terminal for decades because of its ideal location through long-range public planning processes, comprehensive environmental reviews, and permitting. In the 1990s, the Port undertook a major expansion and redevelopment of Terminal 5 to upgrade it to a state-of-the-art container terminal. As part of that process, the City of Seattle issued a shoreline permit that designates Terminal 5 as a "cargo terminal." City of Seattle Department of Planning and Development, Permit for Shoreline Management Development No. 9404118 (Sept. 21, 1995). The Port has embarked on another modernization to enable Terminal 5 to handle even larger container ships, which led to the termination of the prior lease, and the search for an interim tenant.

After more than six months of closed-door negotiations, the Port revealed that it had been negotiating with Foss to lease Terminal 5 for a homeport for Shell's Arctic drilling fleet. By the time the negotiations became public in January 2015, it was a done deal. On February 9, 2015, the Port and Foss signed the lease that formally consummated the agreement to make Terminal 5 Shell's homeport for the next 2-4 years. Rather than conduct an environmental review and open public process as required by SEPA and the Shoreline Management Act ("SMA"), the Port invoked a SEPA categorical exemption applicable to leases where the property use will remain "essentially the same." Mem. from Paul Meyer, Seaport Environmental and Planning, to Port of Seattle Terminal 4 SEPA File, re SEPA Exemption for lease at Terminal 5, at 139-42 (Feb. 5, 2015).

On March 2, 2015, Proposed Intervenors filed a Complaint for Writ of Review seeking vacatur of the lease because the Port had failed to conduct the required environmental analysis under SEPA. Proposed Intervenors also argued that the Port's shoreline permit for a cargo terminal would be inconsistent with Shell's homeport use. On March 20, 2015, the King County Superior Court granted Proposed Intervenors' Motion for Writ of Review as to SEPA, finding that the activities Foss and the Port proposed for Terminal 5 "appear to be qualitatively different than Eagle Marine Services' previous use of Terminal 5 as a marine container terminal." Ex. 2 (*Puget Soundkeeper Alliance*, No. 15-2-05143-1 SEA, Order (King County Superior Court, filed Mar. 20, 2015)). The court did not grant the writ as to Proposed Intervenors' SMA claim, but by then, DPD had commenced an investigation into the Port's shoreline permit and use.

DPD's investigation resulted, on May 7, 2015, in issuance of an interpretation finding that "[a]n additional use permit is required for the proposed seasonal moorage at the Port of Seattle's Terminal 5 facility of a drilling rig and accompanying tugboats." City of Seattle Department of Planning and Development, Interpretation of the Director No. 15-001 (May 7, 2015) (Ex. 1 to Port of Seattle's and Foss's Appeals). The Port of Seattle and Foss appealed that interpretation on May 15 and May 12, respectively, and the appeals in front of the Hearing Examiner have subsequently been consolidated. On May 18, 2015, DPD issued a Notice of Violation to the Port of Seattle and Foss, detailing violations of the existing shoreline permit. City of Seattle Department of Planning and Development, Shoreline Notice of Violation (Case No. 1034649 May 18, 2015), *available at* https://www.scribd.com/embeds/265898312/content?start\_page=1&view\_mode=scroll&show\_recommendations=true.

## **ARGUMENT**

Because Proposed Intervenors' longstanding interests in preserving and protecting Puget Sound, Elliott Bay, and the Duwamish River will be affected by the outcome of this appeal, and

because the City cannot adequately represent Proposed Intervenors' interests, Proposed Intervenors request to intervene under HER 3.09. In Washington, intervention requirements<sup>2</sup> are "liberally construed to favor intervention." *Columbia Gorge Audubon Soc'y v. Klickitat Cnty.*, 98 Wn. App. 618, 623 (1999).

# I. PROPOSED INTERVENORS HAVE INTERESTS THAT WILL BE AFFECTED BY THESE APPEALS.

Each of the Proposed Intervenors is a nonprofit environmental organization with a longstanding interest in conservation and use of Puget Sound, Elliott Bay, and the Duwamish River. In addition to enjoying Puget Sound for its recreational opportunities, Proposed Intervenors advocate for protection of the Sound and the Duwamish River and their recovery in numerous forums and public processes. Proposed Intervenors have participated in administrative proceedings, litigation, enforcement actions, and cleanups—all to ensure protection against the pollution and contamination from vessels like these oil rigs and their fleet of icebreakers and other support vessels. Turning a longstanding container terminal into a homeport calls for scrutiny by the City of Seattle as part of the shoreline permitting process to ensure pollution from the vessels, maintenance, and repair activities is prevented. Proposed Intervenors seek to intervene to ensure this regulatory scrutiny will occur and that it will afford an opportunity for Soundkeeper and the interested public to provide input into future shoreline permits related to the lease of Terminal 5 as a homeport.

Washington Courts broadly interpret the meaning of "interest" for purposes of

<sup>&</sup>lt;sup>2</sup> Washington Civil Rule 24(a) is similarly worded to HER 3.09 and states that "Upon timely application anyone shall be permitted to intervene in an action: (1) when a statute confers an unconditional right to intervene; or (2) when the applicant claims an interest relating to the property or transaction which is the subject of the action and he is so situated that the disposition of the action may as a practical matter impair or impede his ability to protect that interest, unless the applicant's interest is adequately represented by existing parties."

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Duwamish River.

intervention. *In re Dependency of J.H.*, 117 Wn.2d 460, 468, (1991). Indeed, Washington courts have observed that "[n]ot much of a showing is required [] to establish an interest. And insufficient interest should not be used as a factor for denying intervention." *Columbia Gorge Audubon Soc'y*, 98 Wn. App. at 629 (citing *Am. Discount Corp. v. Saratoga W., Inc.*, 81 Wn. App. 2d 34 (1972)). The "interest test" does not require an economic or property interest in the action, *see Saratoga W., Inc.*, 81 Wn.2d at 41-42 (quoting *Smuck v. Hobson*, 408 F.2d 175, 178-80 (D.C. Cir. 1969)), and instead includes a "broad range of possible interests which elude satisfactory classification under the terms of the rule." *Id*.

A. Proposed Intervenors Have a Strong Interest in Using and Enjoying Puget Sound.

Proposed Intervenors' extensive use and enjoyment of Puget Sound and the area around

Terminal 5 is just the sort of interest that warrants intervention under HER 3.09. *See Sagebrush Rebellion, Inc. v. Watt*, 713 F.2d 525, 526-28 (9th Cir. 1983) (environmental groups'

"environmental, conservation and wildlife interests" were sufficient for intervention as a matter of right). The four Proposed Intervenors are environmental and conservation organizations with longstanding interests in preserving water quality in Puget Sound, including Elliott Bay and the

Puget Soundkeeper Alliance members regularly kayak, fish, clean up, and take part in other on-the-water activities in Puget Sound. In particular, Soundkeeper's members will be harmed by the pollution impacts from vessels moored at Terminal 5 on aquatic species and wildlife that Soundkeeper's members observe and enjoy. Pollution from vessels moored at Terminal 5 and from vessel repair and maintenance activities taking place at Terminal 5 will

<sup>3</sup> Washington Courts may look to federal intervention decisions for guidance. *Columbia Gorge* 

Audubon Soc'y, 98 Wn. App. at 623 n.2 ("Washington's CR 24 is the same as the federal rule.

Therefore, we may look to federal decisions and analysis for guidance.").

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<sup>23</sup> 

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Likewise, Sierra Club's members have recreational, aesthetic, and other interests in the preservation of Puget Sound, Elliott Bay, and the Duwamish River. Sierra Club members use these waters for recreational and aesthetic purposes. Their use and enjoyment of these waters will be harmed by an adverse ruling in these appeals, which would allow Terminal 5 to be used as a homeport and may result in water pollution from the vessels that call at the terminal and from repair and maintenance activities.

reduce Soundkeeper's members' recreational and aesthetic enjoyment of nearby waters.

Washington Environmental Council ("WEC") is a non-profit, statewide advocacy organization that has been driving positive change to solve Washington's most critical environmental challenges since 1967. WEC's People for Puget Sound Program is focused on ensuring that Puget Sound is an economic driver and a resource that enhances the quality of life in the region. WEC works to engage citizens to advocate for restoration of Puget Sound and its efforts have driven hundreds of millions of dollars for Puget Sound restoration. WEC's members include individuals who engage in recreational, aesthetic, and economic pursuits in Puget Sound, Elliott Bay, and the Duwamish River. Their enjoyment of these waterways will be undermined by additional polluting activities like those likely to occur if Terminal 5 serves as a homeport for Shell's Arctic drilling fleet.

Seattle Audubon Society was founded in 1916 and is the oldest conservation organization in the State of Washington. The Seattle Audubon Puget Sound Recovery Program focuses on improving the health of this large estuary, which supports over 100 seabird species, 211 fish species, and 13 marine mammal species. Seattle Audubon is focused on promoting an ecologically healthy Puget Sound by advocating for oil and chemical spill contamination prevention, objecting to increased oil transport and terminal development, promoting watershed

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protection, and implementing proactive seabird monitoring to create baseline data for the region. Members of Seattle Audubon engage in bird watching and other recreational and aesthetic pursuits in and around Puget Sound. Many migratory and breeding bird species that are already in decline use our waters as their homes and are at great risk from oil and other pollutants. Seattle Audubon also has serious concerns about allowing Terminal 5 to serve as a homeport for Shell's Arctic drilling fleet because Shell's vessels have returned from the Arctic battered and in need of extensive repairs and because one of the drill rigs—Noble Discoverer—pled guilty to eight felonies last December and paid over \$12 million in fines for violating water pollution and safety laws.

The homeport use of Terminal 5 may increase pollution and runoff into these waters used extensively by the members of the Proposed Intervenor organizations. Such increased pollution will harm Proposed Intervenors and their members' interest in enjoying Puget Sound for recreation and its birds, fish, and other wildlife.

B. <u>Proposed Intervenors Have a Strong Interest in Access to and Monitoring of the Area Around Terminal 5.</u>

Puget Soundkeeper Alliance is dedicated to protecting and preserving Puget Sound, including by monitoring and stopping toxic pollution entering its waters, but use of Terminal 5 as a homeport for Shell has already interfered with those monitoring activities. Soundkeeper has for years been actively engaged in a variety of educational and advocacy efforts to improve water quality and to address sources of water quality degradation in the waters of Puget Sound, the Duwamish Waterway, and Elliott Bay. As a critical part of its community monitoring program, it operates weekly on-water pollution patrols around Puget Sound. Soundkeeper's boat patrols most regularly depart from Elliott Bay Marina and patrol Elliott Bay and the Duwamish River, including the immediate vicinity of Terminal 5 and other properties owned by the Port of

Seattle.

Soundkeeper would be and has already been harmed by use of Terminal 5 as a homeport due to the loss of full access to public waters in the immediate vicinity of Terminal 5, where Soundkeeper makes regular stops during its weekly boat patrols. At the immediate south end of Terminal 5 is the mouth of Longfellow Creek—an important creek for monitoring and researching the effects of urban stormwater on juvenile and adult salmon, including through studies conducted by NOAA, the City of Seattle, Washington State University, and Soundkeeper. For at least ten years, Soundkeeper has routinely pulled its patrol boat close to the terminus of the creek, which is located mere feet from Terminal 5, in order to monitor for salmon and discuss the implications of the research with volunteers, the media, and guests.

The Coast Guard has established a 100-yard exclusion zone around Shell's vessels moored at Terminal 5, and a 500-yard exclusion zone around Shell's vessels while they are in transit. The exclusion zone has already interfered with Soundkeeper's Puget Sound monitoring operations, forcing Soundkeeper to operate on the wrong side of the West Waterway channel under radioed direction of the Coast Guard to Soundkeeper's patrol boat's skipper. The exclusion zone could impede Soundkeeper's access to Longfellow Creek, which Soundkeeper has been monitoring for years. There is no other way for Soundkeeper to monitor Longfellow Creek because it travels underground for its final stretch. That disruption will interfere with Soundkeeper's routine stops at Longfellow Creek to explain its patrol operations to supporters and the media, thus harming Soundkeeper's ability to carry out its mission of protecting these important waters.

On May 22, 2015, the Washington State Department of Natural Resources ("DNR") informed Shell that long-term use of the West Waterway for moorage would violate the State

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Constitution and impede public access to the West Waterway. Ex. 3 (Letter from Megan Duffy, Deputy Supervisor for Aquatics and Geology, Washington State Department of Natural Resources, to Tracy Harris, Northwest Operations Manager, Shell Corporation (May 22, 2015)). State-owned aquatic lands are reserved as highways for public navigation, and uses that interfere with that use are not appropriate, which "is especially true with respect to the West Waterway." *Id.* at 1. The right to public navigation is of utmost importance for Soundkeeper to fulfill its mission, and as DNR has found, that right is inhibited by Shell's use of Terminal 5 for moorage.

## C. <u>Use of Terminal 5 as a Homeport Would Harm These Interests.</u>

Proposed Intervenors' strong interests in using, enjoying, and protecting Puget Sound and the Duwamish River will be directly affected by the decision in these appeals. If the mooring of these vessels is characterized as a cargo terminal use, and they are allowed to remain at Terminal 5, the public access limitations and environmental harms will continue to harm Proposed Intervenors' members. Likewise, an adverse ruling may undermine the similar legal claims Soundkeeper is litigating in King County Superior Court. Conversely, if DPD's interpretation is upheld, the Port would be required to obtain a new shoreline permit for use of Terminal 5 as a homeport, which would afford Soundkeeper and the public an opportunity to comment on the conversion of Terminal 5 to a homeport. There is no requirement that an intervenor applicant's interest be threatened by an actual legal effect of the litigation; an intervenor need show only a practical impairment of an interest. *See Saratoga W., Inc.*, 81 Wn.2d at 41-42. Proposed Intervenors easily meet this requirement because its members stand to be affected by a ruling in these appeals.

II. THE CITY OF SEATTLE DOES NOT ADEQUATELY REPRESENT PROPOSED INTERVENORS.

Like the "interest test," this requirement is broadly interpreted and requires only that

applicants make "a minimal showing that its interests may not be adequately represented." *Columbia Gorge Audubon Soc'y*, 98 Wn. App. at 630. The questions are whether the existing party will undoubtedly make all the proposed-intervenor's arguments, and whether the proposed-intervenor will more effectively articulate any aspect of its interest. *Id.* "When in doubt, intervention should be granted." *Id.* 

The City of Seattle does not adequately represent Proposed Intervenors' interests because it is a government entity with varied and broad interests. Proposed Intervenors' specific environmental focus is narrower than the City's broader permitting considerations. Moreover, the Hearing Examiner's decision on these appeals will become the City's interpretation, one that the City will not be in a position to appeal, regardless of the negative environmental consequences and impacts to Proposed Intervenors' missions and members. Rather, the City of Seattle would defend such a ruling on appeal. Proposed Intervenors, on the other hand, will advocate for the outcome that will be most environmentally protective, preserve navigation and public access to these important waterways, and allow public input and participation in governmental decisionmaking concerning uses of Terminal 5, at any and every level of review. Toward that end, and in contrast to the City, Proposed Intervenors would be in a position to appeal a decision of the Hearing Examiner that cuts back on their ability to promote their interests. As the case law reveals, there is no requirement that the existing party and proposedintervenors be in direct conflict, only that the interest may not be adequately articulated and addressed. See Columbia Gorge Audubon Soc'y, 98 Wn. App. at 630.

Additionally, Proposed Intervenors will offer evidence in defense of the City's interpretation. Since well before the arrival of the first Shell vessels, Proposed Intervenors have been photographing and documenting activity occurring on Terminal 5 from the water and the

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1	public park on the north end of Terminal 5. Proposed Intervenors can offer this relevant			
2	evidence in this proceeding.			
3	III. PROPOSED INTERVENORS' APPLICATION FOR INTERVENTION IS TIMELY AND WILL NOT ADD ADDITIONAL ISSUES.			
4	This motion to intervene is timely because there have been no proceedings of substance			
5	in this case to date. HER 3.09(b) requires intervention motions to be filed at least ten days			
6	before the hearing, and the hearing has not yet been set in these appeals. Neither Appellants nor			
7	the City of Seattle would be prejudiced by the timing of this motion or Proposed Intervenors'			
8	intervention, and Soundkeeper agrees to comply with all deadlines set by the Hearing Examiner.			
9	Further, Proposed Intervenors have no plans to file a cross-appeal or otherwise raise new issues.			
10	CONCLUSION			
11	For all these reasons, Proposed Intervenors request that the Hearing Examiner grant			
12	intervention.			
13 14	Respectfully submitted this 27th day of May, 2015.			
15	MIA			
16	PATTI A. GOLDMAN, WSBA No. 24426			
17	MATTHEW R. BACA, WSBA No. 45676 Earthjustice			
18	705 Second Avenue, Suite 203 Seattle, WA 98104-1711			
19	(206) 343-7340   Phone (206) 343-1526   Fax			
	pgoldman@earthjustice.org mbaca@earthjustice.org			
20				
21	Attorneys for Proposed Intervenors Puget Soundkeeper Alliance, Seattle Audubon Society,			
22	Sierra Club, and Washington Environmental Council			
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#### CERTIFICATE OF SERVICE 1 2 I am a citizen of the United States and a resident of the State of Washington. I am over 3 18 years of age and not a party to this action. My business address is 705 Second Avenue, Suite 4 203, Seattle, Washington 98104. 5 I HEREBY CERTIFY that on May 27, 2015, I served the following documents on the 6 following parties: 7 1. Motion to Intervene. 8 John C. McCullough via facsimile McCullough Hill Leary, PS 9 via overnight courier 701 – 5th Avenue, Suite 6600 via first-class U.S. mail Seattle, WA 98104 via email 10 (206) 812-3388 | Phone (206) 812-3389 | Fax 11 jack@mhseattle.com Attorney for Appellant Foss Maritime Company 12 David R. West 13 via facsimile Donald B. Scaramastra via overnight courier Daniel J. Vecchio via first-class U.S. mail 14 Garvey Schubert Barer via email 1191 Second Avenue, 18th Floor 15 Seattle, WA 98101-2939 (206) 464-3939 | Phone 16 (206) 464-0125 | Fax drwest@gsblaw.com 17 dscar@gsblaw.com dvecchio@gsblaw.com 18 Attorneys for Appellant Foss Maritime Company 19 Eleanore S. Baxendale via facsimile **Assistant City Attorney** via overnight courier 20 Seattle City Attorney's Office via first-class U.S. mail 701 Fifth Avenue, Suite 2050 ∇ via email 21 Seattle, WA 98104-7097 (206) 684-8232 | Phone 22 (206) 684-8284 | Fax eleanore.baxendale@seattle.gov 23 Attorney for Respondent Department of Planning and Development 24

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1	Traci Goodwin Senior Port Counsel	☐ via facsimile		
2	Port of Seattle	via overnight courier via first-class U.S. mail		
3	P.O. Box 1209 Seattle, WA 98111	via email		
4	(206) 787-3702   Phone (206) 787-3205   Fax			
	goodwin.t@portseattle.org			
5	Attorney for Appellant Port of Seattle			
6	Patrick J. Schneider Foster Pepper PLLC	☐ via facsimile		
7	1111 Third Avenue, Suite 3400	☐ via overnight courier  ☐ via first-class U.S. mail		
8	Seattle, WA 98101-3299 (206) 447-4400   Phone	≥ via mist-class 0.5. man  ≥ via email		
9	(206) 447-9700   Fax schnp@foster.com			
	Attorney for Appellant Port of Seattle			
10				
11	I, Catherine Hamborg, declare under penalty of perjury that the foregoing is true and			
12	correct. Executed this 27th day of May, 2015, at Seattle, Washington.			
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14	Catherine Hamborg			
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