

Department of Land Conservation and Development

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October 23, 2009

TO: Land Conservation and Development Commission

FROM: Paul Klarin, Marine Affairs Coordinator

SUBJECT: Agenda Item 5, November 5-6, 2009, LCDC Meeting

PUBLIC HEARING AND POSSIBLE ADOPTION OF PROPOSED PERMANENT RULE AMENDING OAR CHAPTER 660, DIVISION 36 – TERRITORIAL SEA PLAN

I. <u>SUMMARY</u>

Consider adoption of new rule to amend the Territorial Sea Plan by incorporating a Part Five: Use of the Territorial Sea for the Development of Renewable Energy Facilities and Other Related Structures, Equipment or Facilities.

II. RECOMMENDED ACTION

The department recommends that the commission adopt a new rule, OAR 660-036-0005, to amend the Territorial Sea Plan by incorporating a Part Five: Use of the Territorial Sea for the Development of Renewable Energy Facilities and Other Related Structures, Equipment or Facilities. The rule will adopt by reference amendments to the Territorial Sea Plan authorized by ORS 196.443. ORS 196.471 requires the Land Conservation and Development Commission (LCDC) to review such amendments to the Territorial Sea Plan and, upon making of findings, adopt the amendments as part of the Oregon Coastal Management Program.

III. <u>BACKGROUND</u>

Under Executive Order No 08-07, Governor Kulongoski instructed the agency to seek recommendations from OPAC concerning amendments to Oregon's Territorial Sea Plan (TSP) to create comprehensive plan provisions on wave energy siting projects. The final amendment recommendations are to be provided to LCDC on or before December 1, 2009. The OPAC Territorial Sea Plan workgroup began its work on the proposed amendment in late 2008 and forwarded a draft version of the amendment to the department on May 15th, 2009.

On December 5th, 2008, the commission approved the creation of the Territorial Sea Plan Advisory Committee (TSPAC) to assist the department in the development and to recommend an

amendment to the Territorial Sea Plan for renewable energy development in the territorial sea. Based on the draft provided to it by the OPAC workgroup, TSPAC, at its' meeting on September 11, 2009, voted unanimously to forward a final draft version of the amendment, Part Five of the Territorial Sea Plan: Use of the Territorial Sea for the Development of Renewable Energy Facilities or Other Related Structures, Equipment or Facilities, to the commission for its consideration.

The TSPAC also forwarded the recommendation on Part Five of the Territorial Sea Plan to the Ocean Policy Advisory Council (OPAC) for their final review and consideration. The OPAC will review the draft at its meeting in Florence on October 23rd, 2009, and will forward its recommendation to the commission at that time. Following the OPAC meeting in Florence, the department will conduct a public hearing on the proposed amendment. This will fulfill the requirement that an agency hold a hearing to take testimony on a rule that applies to a limited geographic area within Oregon, in a place convenient for the majority of residents within that area. The comments collected from that hearing will be provided at the commission meeting, along with the OPAC recommendation.

IV. DRAFT PART FIVE OF THE TERRITORIAL SEA PLAN

The draft Part Five of the Territorial Sea Plan: Use of the Territorial Sea for the Development of Renewable Energy Facilities or Other Related Structures, Equipment or Facilities, will establish policies, implementation standards and project planning requirements for renewable energy facilities to be sited within the state territorial sea. The policy and implementation requirements are based on those contained in Goal 19 Ocean Resources, and the existing policies and implementation requirements contained in Parts One and Two of the Territorial Sea Plan. The advisory committee and state agencies used the experience and knowledge they obtained through the Reedsport Settlement Agreement (a specific wave energy project), which was designated and conducted as an Oregon Solutions Project by Governor Kulongoski. The Reedsport project involved Ocean Power Technology's permit application to the Federal Energy Regulatory Commission for a small wave energy facility.

The new Part Five will make three improvements to the current plan. The Policy section will further clarify and refine existing policies as they will apply specifically to the renewable energy facility development. The Implementation Requirements section will establish a process for state agencies to coordinate their actions in reviewing project proposals, and will also provide additional detail on the required content and protocols for conducting the inventory and effects evaluation that must be conducted by applicants who are requesting state authorizations for renewable energy projects. Finally, the Plan Development section outlines the types of plan information that will be required for the development and operation of a renewable energy facility including plans for phased development, facility design, project operation, contingency, emergencies, inspections, monitoring, adaptive management, decommissioning, financial assurances, and stakeholder agreements.

Following the adoption of the new rule, the department will submit the revised Territorial Sea Plan to the National Oceanic and Atmospheric Administration (NOAA) for its review and incorporation into Oregon's federally approved coastal management program. Upon the incorporation of the revised TSP into the state coastal management program, the requirements of the plan will be applicable as enforceable policies for the purposes of making consistency determinations for federal actions that have an affect within the state's coastal zone, including the territorial sea.

State agencies will also apply the policies and provisions of the revised Territorial Sea Plan in order to conform to the requirements for State Agency Coordination Programs under OAR chapter 660, divisions 30 and 31, and to the provisions of ORS 196.485 and ORS 197.180.

V. <u>DEPARTMENT RECOMMENDATION AND DRAFT MOTION</u>

The department recommends the commission adopt a new rule, OAR 660-036-0005, to amend the Territorial Sea Plan by incorporating a Part Five: Use of the Territorial Sea for the Development of Renewable Energy Facilities and Other Related Structures, Equipment or Facilities.

Proposed Motion: I move the commission adopt OAR 660-036-0005 to amend the Territorial Sea Plan by incorporating a Part Five: Use of the Territorial Sea for the Development of Renewable Energy Facilities and Other Related Structures, Equipment or Facilities.

Attachment A. Draft Part Five of the Territorial Sea Plan, Use of the Territorial Sea for the Development of Renewable Energy Facilities or Other Related Structures, Equipment or Facilities

Oregon Territorial Sea Plan

DRAFT PART FIVE:

Use of the Territorial Sea for the Development of

Renewable Energy Facilities or Other Related

Structures, Equipment or Facilities

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PART FIVE of the Territorial Sea Plan describes the process for making decisions concerning the development of renewable energy facilities (e.g. wind, wave, current, thermal, etc.) in the state territorial sea, and specifies the areas where that development may be sited. The requirements of Part Five are intended to protect areas important to renewable marine resources (i.e. living marine organisms), ecosystem integrity, marine habitat and areas important to fisheries from the potential adverse effects of renewable energy facility siting, development, operation, and decommissioning and to identify the appropriate locations for that development which minimize the potential adverse impacts to existing ocean resource users and coastal communities.

Oregon's renewable energy portfolio lists ocean energy as a renewable energy source with potential to reduce dependence on fossil fuels. Renewable ocean energy facilities development may present opportunities to apply technologies that rely on wave, wind, current or thermal energy, that may potentially reduce the environmental impact of fossil fuels. If developed in a responsible and appropriate manner, in accordance with the requirements of this Part and other applicable state and federal authorities, renewable ocean energy may help preserve Oregon's natural resources and enhance our quality of life.

A. Renewable Energy Facilities Development

1. Background

Oregon's territorial sea has been identified as a favorable location for siting renewable energy facilities for research, demonstration and commercial power development. These facilities may vary in the type and extent of the technologies employed and will require other related structures, equipment or facilities to connect together, anchor to the seafloor and transfer energy to on-shore substations. The State of Oregon will require the proper siting and development of these facilities in order to minimize damage to or conflict with other existing ocean uses and to reduce or avoid adverse effects on marine ecosystems and coastal communities.

- State agencies, including the Oregon Departments of State Lands, Fish and Wildlife, Parks and Recreation, Environmental Quality, Land Conservation and Development, Water Resources,
- Energy, and Geology and Mineral Industries, need specific policies and standards for
- considering the siting and regulation of renewable energy facility development in the territorial
- sea. The State also needs specific policies and standards to guide federal agencies in the siting

and regulation of renewable energy facilities development located in federal waters adjacent to the Oregon territorial sea.²

NOTE: Notwithstanding Part One, paragraph F.1.b, the following policies and implementation requirements are mandatory. Decisions of state and federal agencies with respect to approvals of permits, licenses, leases or other authorizations to construct, operate, maintain, or decommission any renewable energy facility to produce, transport or support the generation of renewable energy within Oregon's territorial waters and ocean shore must comply with the requirements mandated in the Oregon Territorial Sea Plan. The enforceable policies of the Territorial Sea Plan and the Oregon Coastal Management Program are applicable to those federal actions that affect Oregon's coastal zone and are subject to the federal consistency requirements of the federal Coastal Zone Management Act.

2. Policies

The following policies apply generally to renewable energy facilities within the Oregon Territorial Sea, and establish the guiding principles for the implementation requirements listed in section B. When making decisions to authorize the siting, development, operation, and decommissioning of renewable energy facilities within the territorial sea, state and federal agencies shall³:

a. Maintain and *protect* renewable marine resources (*i.e.* living marine organisms), ecosystem integrity, *marine habitat* and *areas important to fisheries* from adverse effects that may be caused by the installation or operation or removal of renewable energy facility by requiring that such actions:

1.) Avoid adverse effects to the integrity, diversity, stability and complexity of the marine ecosystem and coastal communities, and give first priority to the conservation and use of renewable marine resources;

2.) Minimize effects by limiting the degree or magnitude of the action and its implementation;

3.) Rectify or mitigate the effects that occur during the lifetime of the facility by monitoring and taking appropriate corrective measures through adaptive management; and

4.) Restore the natural characteristics of a site to the extent practicable when the facility and structures are decommissioned and removed.

b. Protect marine renewable resources, the biological diversity and functional integrity of marine ecosystem, important marine habitat, areas important to fisheries, navigation, recreation and aesthetic enjoyment as required by Statewide Planning Goal 19.

c. Promote direct communication and collaboration between an applicant for a state or federal authorization for the siting, development and operation of renewable energy facilities and affected ocean users and coastal communities to reduce or avoid conflicts.

Agencies will strongly encourage applicants to engage with local, state and federal agencies, community stakeholders, tribal governments and affected ocean users in a collaborative agreement-seeking process prior to formally requesting authorization to initiate a project.⁴

- **d.** Limit the potential for unanticipated adverse impacts by requiring, as necessary, the use of pilot projects and phased development to collect data and study the effects of the development on the affected marine resources and uses.
- **e.** Promote the research and responsible development of ocean-based renewable energy sources including wave, tidal, and wind that meet the state's need for economic and affordable sources of alternative renewable electric power.

B. Implementation Requirements

State and federal agencies shall apply the following implementation requirements when considering a proposal for the placement or operation of a renewable energy facility development within the Oregon Territorial Sea. Regulating agencies shall comply with the standards and procedural requirements in Part Five of the Territorial Sea Plan as prescribed below. This includes the cables, connectors or other transmission devices that connect, anchor, support or transmit energy between the separate components within a renewable energy facility. The requirements in Part Four, Uses of the Seafloor for Telecommunication Cables, Pipelines, and other Utilities, will apply to the utility cables that transmit the electrical energy from the renewable energy facility to the on-shore substation. The requirements in Part Two, Making Resource Use Decisions, Sections A and B, will not apply to the evaluation, siting or operation of renewable energy development or other related structures, equipment or facilities.

29 1. Siting: areas designated for renewable energy facilities development.

a. In State Waters:

Pursuant to the requirements for amending the Territorial Sea Plan under ORS 196.471, to carry out the policies of the Oregon Ocean Resources Management Act and consistent with the statewide planning goals, the Land Conservation and Development Commission will designate areas of the territorial sea appropriate for the development of renewable energy facilities. (See appendix C map). Renewable energy facilities development of the state lands of the territorial sea lying seaward of Extreme Low Water (which is the seaward boundary of the Ocean Shore State Recreation Area) shall be sited within the areas designated for that use so as to avoid, minimize or mitigate the adverse effects of that development, and to protect: renewable marine resources, biological diversity and functional integrity of marine ecosystem, important marine habitat, and areas important to fisheries, as defined in Statewide Planning Goal 19 Ocean Resources.

b. In Federal Waters:

The Department of Land Conservation and Development will review federal decisions to permit, license, or otherwise authorize renewable energy facilities development

within the waters and seafloor of the outer continental shelf adjacent to the Oregon Territorial Sea for consistency with the Oregon Territorial Sea Plan and the applicable enforceable policies of the Oregon Coastal Management Program. Federal actions, including the issuance of any federal authorizations, that affect any land or water use or natural resources of the Oregon Coastal Zone shall be supported by environmental studies and analysis as prescribed below, to ensure compliance with the enforceable policies of Oregon Territorial Sea Plan and the Oregon Coastal Management Program. ⁶

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2. State Agency Review Process

Pursuant to ORS 196.485 and ORS 197.180, state agencies shall apply the policies and provisions of the Oregon Ocean Resources Management Plan and Territorial Sea Plan, and Goal 19 Ocean Resources as required to comply with State Agency Coordination Programs (OAR chapter 660, divisions 30 and 31).

The Department of State Lands shall coordinate the review of requests for approvals of leases, temporary use permit, easements and removal-fill in consultation with the Departments of Fish and Wildlife, Parks and Recreation, Environmental Quality, Land Conservation and Development, Water Resources, Geology and Mineral Industries, Energy, coastal local governments, and tribal governments as appropriate. These agencies, with the addition of the regulating federal agencies, will constitute the joint agency review team (JART) described in subsection B.3 below. Pursuant to the federal Coastal Zone Management Act, the Department of Land Conservation and Development will review the consistency certification together with required necessary data and information submitted by the applicant for federal authorization for a renewable energy facilities development to ensure the project is consistent with enforceable policies of the Oregon Coastal Zone Management Program, including the Territorial Sea Plan.

3. Project Review Process and Coordination

The Department of State Lands (DSL) shall convene the JART, in order to facilitate the coordination of state and federal agencies as they apply their separate regulatory, proprietary, or other authorities to the review of a proposed renewable energy facility development. The team shall consist of the state and federal agencies with regulatory or planning authority applicable to the proposed project and location; DSL shall also request that affected local jurisdictions, if any, participate in the JART review and may also invite local or statewide interest groups and advisory committees to participate. The joint agency review team will coordinate the review process, and comment on the adequacy of the resource inventories and effects evaluations required under subsection B.4 (Resource Inventory and Effects Evaluation Standards), below, and NEPA environmental assessments and environmental impact statements. The joint agency review team will also consider the adequacy of the information provided for the operation plan, as required under section C. (Operation Plan Development) below, including the monitoring requirements, mitigation measures, adaptive management plans, construction and operational performance standards, or any other special conditions that a regulating state agency may apply pursuant to the lease, permit, license or other authorization.

DSL shall require that an applicant provides documentation verifying their communication and coordination efforts with local communities, interest groups and advisory committees. Those efforts shall, at a minimum, include information on the proposed project operation protocols, response to emergencies and procedures for on-going communication as specified in section C (Operation Plan Development), below.

4. Resource Inventory and Effects Evaluation Standards

Regulating agencies will require the applicant to provide a resource inventory and effects evaluation, as required by this subsection, prior to making any decision. State agencies will assist the applicant by providing available data and other information as applicable to the review process.

a. Sufficiency of Inventory and Evaluation

The resource inventory and effects evaluation shall be sufficient to identify and quantify the short-term and long-term effects of the proposed renewable energy facility development on the affected marine resources and uses.

b. Purpose of the Effects Evaluation

The purpose of the effects evaluation is to determine whether the proposed actions can meet the policies and standards for the protection of resources, resource users and coastal communities referred to above in subsection A.2 (Policies), above. The evaluation will help identify where the applicant needs to address deficiencies. The regulating agency will use the evaluation to develop specific measures for environmental protection and mitigation, measures to protect ocean uses, monitoring, and adaptive management.

c. Use of Available Environmental Information

 Regulating agencies may allow the applicant to use existing data and information from any source when complying with the requirements for resource inventory and effects evaluation. All data and information used for the inventory and evaluation, including existing data from federal environmental impact statements or assessments, shall meet the same standards of adequacy required for the inventory and the evaluation.

d. Inventory Content

 To evaluate the magnitude of the proposed project, the likelihood of the effects of the project, and the significance of the resources and uses that the project may affect, regulating agencies shall require that the applicant include consideration of the following factors in the inventory:

- 1) Proposed factors associated with the development, placement, operation, maintenance, and decommissioning of the project:
 - A) Location (using maps, charts, descriptions, etc.);
 - B) Numbers and sizes of equipment, structures;
 - C) Methods, techniques, activities to be used;
 - D) Transportation and transmission systems needed for service and support;
 - E) Materials to be disposed of and method of disposal;

F) Physical and chemical properties of hazardous materials, if any, to be used or produced;
G) Navigation aids; and H) Proposed time schedule.
 2) Location and description of all affected areas, including, but not limited to: A) Site of the renewable energy facility; B) Adjacent areas that may be affected by physical changes in currents and waves caused by the facility; C) Utility corridor transiting territorial sea and ocean shore; and D) Shoreland facilities.
 3) Physical and chemical conditions including, but not limited to: A) Water depth; B) Wave regime; C) Current velocities; D) Dispersal, horizontal transport, and vertical mixing characteristics; E) Meteorological conditions; and E) Weter reality.
F) Water quality.4) Bathymetry (bottom topography) and Shoreline Topography (LIDAR (Light Detection And Ranging))
 5) Geologic structure, including, but not limited to: A) Geologic hazards, such as faults or landslides of both marine and shoreline facility areas; B) Mineral deposits; C) Seafloor substrate type; and D) Hydrocarbon resources.
 6) Biological features, including, but not limited to: A) Critical marine habitats (see Appendix A); B) Other marine habitats; C) Fish and shellfish stocks and other biologically important species; D) Recreationally or commercially important finfish or shellfish species; E) Planktonic and benthic flora and fauna; F) Other elements important to the marine ecosystem; and G) Marine species migration routes.
 7) Cultural, economic, and social uses affected by the project including, but not limited to: A) Commercial and sport fishing; B) State or Federally protected areas; C) Scientific research; D) Ports, navigation, and Dredge Material Disposal sites; E) Recreation; F) Coastal Communities Economy;

1	G) Aquaculture;
2	H) Waste water or other discharge;
3	I) Utility or pipeline corridors and transmission lines;
4	J) Military Uses; and
5	K) Aesthetic Resources.
6	
7	8) Significant historical, cultural or archeological resources.
8	5) 21g
9	9) Other data that the regulating agencies determine to be necessary and
10	appropriate to evaluate the effects of the proposed project.
11	uppropriate to a valuation and errors of the proposed project.
12	e. Written Evaluation.
13	Regulating agencies shall require the applicant to submit a written evaluation of all the
14	reasonably foreseeable adverse effects associated with the development, placement,
15	operation, and decommissioning of the proposed renewable energy facility. For
16	purposes of the evaluation, the submittal shall base the determination of "reasonably
17	foreseeable adverse effects" on scientific evidence. The evaluation shall describe the
18	potential short-term and long-term effects of the proposed renewable energy facility on
19	marine resources and uses of the territorial sea, continental shelf, onshore areas and
20	coastal communities based on the inventory data listed in paragraph B.4.d above and the
21	following considerations:
22	Tonowing Considerations.
23	1) Biological and Ecological Effects:
24	Biological and ecological effects include those on critical marine habitats and other
25	
25 26	habitats, and on the species those habitats support. The evaluation will determine the
	probability of exposure and the magnitude of exposure and response, as well as the
27	level of confidence (or uncertainty) in those determinations. The evaluation need not
28	discuss highly speculative consequences. However, the evaluation will discuss
29	catastrophic environmental effects of low probability. Factors to consider include, but are not limited to:
30	but are not infined to:
31	A) The time frames/regions are within the effects will account
32	A) The time frames/periods over which the effects will occur;
33	B) The maintenance of ecosystem structure, biological productivity, biological
34	diversity, and representative species assemblages;
35	C) Maintaining populations of threatened, endangered, or sensitive species;
36	D) Vulnerability of the species, population, community, or the habitat to the
37	proposed actions; and
38	E) The probability of exposure of biological communities and habitats to
39	adverse effects from operating procedures or accidents.
40	
41	2) Current Uses:
42	Evaluate the effects of the project on current uses and the continuation of a current
43	use of ocean resources such as fishing, recreation, navigation, and port activities.
44	Factors to consider include, but are not limited to:
45	
46	A) Local and regional economies;
47	B) Archeological and historical resources; and
48	C) Transportation safety and navigation.

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3) Geologic Hazards

Evaluate the potential risk to the renewable energy facility, in terms of its vulnerability to certain hazards and the probability that those hazards may cause loss, dislodging, or drifting of structures, buoys, or facilities. Consider both the severity of the hazard and the level of exposure it poses to the renewable marine resources and coastal communities. Hazards to be considered should include the scouring action of currents on the foundations and anchoring structures, slope failures and subsurface landslides, faulting, tsunamis, and variable or irregular bottom topography.

4) Cumulative Effects

Evaluate the cumulative effects of a project, including the shoreland component, in conjunction with effects of any prior phases of the project, past projects, other current projects, and probable future projects. The evaluation should analyze the biological, ecological, physical, and socioeconomic effects of the renewable energy facility development and of other renewable energy facility projects along the Oregon coast, while also taking into account the effects of existing and future human activities and the regional effects of global climate change.

- A) In conducting the cumulative effects analysis, the applicant should focus on the specific resources and ecological components, as detailed under paragraph B.4.d above, that may be affected by the incremental effects of the proposed project and other projects in the same geographic area. The evaluation should consider whether:
 - 1) the resource is especially vulnerable to incremental effects;
 - 2) the proposed project is one of several similar projects in the same geographic area;
 - 3) other developments in the area have similar effects on the resource;
 - 4) these effects have been historically significant for this resource; and
 - 5) other analyses in the area have identified a cumulative effects concern.
- B) The Joint Agency Review Team may determine the scope of the cumulative effects analysis through a set of guidelines developed by JART that regulating agencies will require for phased development projects as described below under subparagraph B.4.f.3 and subsection C.1. The JART will make a determination from the analysis to inform location, scale, scope and technology of the phased development project; to provide input on any other factors it determines to be relevant; or both. The renewable energy project developer will conduct a comprehensive cumulative effects analysis at the initial phase of a development designed to inform future phases of development. The regulating agencies and project developer will use adaptive management or a similar process to evaluate the project at each subsequent phase; the intent of such evaluation is to inform the design, installation and operation of successive phases.

f. Insufficient/Incomplete Information

An applicant may not be able to obtain or provide the information required by subsection B.4 (Resource Inventory and Effects Evaluation Standards), above, due to the lack of data available about the effect that the proposed development may have on environmental resources and uses. When a regulating agency determines that the information provided by the applicant is not sufficient or complete enough to fulfill the requirements of subsection B.4, 8 the agency has the following options:

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1) Agency Discretion

insignificant.

The regulating agency may terminate the decision-making process or suspend the process until the applicant provides the information.

2) Pilot Project

The regulating agency may recommend that an applicant conduct a pilot project to obtain adequate information and data and measure the effects. Pilot projects are renewable energy facility developments which are removable or able to be shut down quickly, are not located in sensitive areas, and are for the purpose of testing new technologies or locating appropriate sites. The agency's decision to allow the use of a pilot project is for the purpose of obtaining the data and information necessary to fulfill the requirements of subsection B.4., and shall be based on the following approval criteria:

A) The exclusive purpose of the pilot project shall be to provide information on the performance, structural integrity, design and environmental effects of a specific renewable energy technology or its supporting equipment and structures.

B) The applicant shall complete adequate inventories of baseline conditions, as required by paragraph B.4.d (Inventory Content) above, prior to conducting the pilot project.

C) The risk of adverse effects from the pilot project shall be insignificant, because:

of low probability of exposure of biological communities and habitats;
 of low sensitivity of the biological communities and habitats to the

exposure; or
3. the effects of exposure to sensitive communities and habitats will be

D) The pilot project shall not adversely affect any "critical marine habitat" (see Appendix A: Glossary of Terms).

E) The pilot project will have a term, not to exceed five years, and authorization for the project will include a standard condition requiring project alteration or shutdown in the event that an unacceptable level of environmental effect occurs.

F) The pilot project shall avoid significant or long-term interference with other human uses of marine resources, and will require decommissioning and site

1		restoration at expiration of the authorization period if federal and state
2		authorization for a commercial renewable energy facility is not sought.
3		C) All 1 . 1 . 11 . 1 . 1 . 1 OPG 102 410 .
4		G) All data shall be in the public domain subject to ORS 192.410 et seq.
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6		H) Work Plan: The applicant shall provide a written work plan which will
7		include, but not be limited to the following: 10
8		
9		1. A list of the information needed to satisfy the requirements of subsection
10		B.4. above.
11		2. Specific pilot project objectives to obtain the needed information and an
12		explanation of how the study or test design will meet the objectives.
13 14		 Description of study or test methods to meet the objectives, such as: (a) Literature review;
15		(a) Literature review;(b) Collection of any needed baseline data;
16		(c) Hypotheses to address the study objectives;
17		(d) Descriptions of field sampling and data-analyses methods to be
18		used; and
19		(e) Use of adequate controls to allow the effects of the proposed
20		action to be separated from natural fluctuations in resources and habitats.
21		action to be separated from natural fractuations in resources and naturals.
22		4. Supporting documentation demonstrating that the study design is
23		scientifically appropriate and statistically adequate to address the research
24		objectives.
25		5. Descriptions of how the data and analyses will be reported and delivered
26		to the regulating agency for review and approval.
27		
28		3) Phased Development
29		The regulating agency may recommend that an applicant conduct a project as a
30		phased development in order to obtain adequate information and data and to
31		measure the incremental effects of each phase prior to further or complete build-out
32		of the project. Phased development projects are renewable energy facility
33		developments which are limited in scale and area, but are designed to produce
34		energy for commercial use. The applicant for a phased development project will
35		need to comply with the requirements of subsection B.4. A regulating agency's
36		decision to allow the use of a phased development project is designed to allow for
37		commercial energy production while obtaining certain data and information that are
38		necessary to fulfill the requirements of subsection B.4., but can only be obtained
39		through the monitoring and study of the effects of the development as it is installed
40		and operated for a discrete period of time.
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43		Applications for a permit, license, or other authorization for the installation and use of
44		an experimental or test device at the Northwest National Marine Renewable Energy
45		Center Mobile Test Berth Site zone, are not subject to the requirements of section B.
46		See section D: Northwest National Marine Renewable Energy Center Mobile Test Berth
47		Site, below, for the specific requirements for the use of these facilities.

C. Operation Plan Development

The regulating agency shall require the applicant to submit an operation plan as a condition of approval for a state or federal permit, license, lease or other authorization for renewable energy facility development. The operation plan must explain the procedures and mechanisms that the operator will employ so that the facility will comply with regulatory standards and other conditions of permit or license approval related to water and air quality, adverse environmental effects, maintenance and safety, operational failure and incident reporting. The operation plan shall be designed to prevent or mitigate harm or damage to the marine and coastal environment and at a minimum shall include the following information:

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1. Phased Development Plan

A regulating agency may require that a facility be developed in phases in order to determine whether the environmental effects of the structures and the operation of the facility are consistent with the inventory and effects evaluation conducted under subsection B.4. The requirements for an operation plan listed in this section would apply to each stage of the phased development so as to account for any changes in design, technology or operation that may result from monitoring the initial phase of the operation. The state and federal joint agency review team will assist the developer in assessing the environmental effects of the initial phase and in determining what, if any, changes in the development and operation of future phases of the facility might be necessary to mitigate or prevent harm or damage to the marine ecosystem.

A facility that has been developed to the full extent of its design and operating capacity may, during the lifetime of its authorization, require systematic improvements to the technology, structures and operational procedures that were originally authorized. The regulating agency will require a new facility development plan, as appropriate and necessary, to provide the data and information for the redevelopment and operation of the new facility components.

2. Facility Development Plan

A plan is required that describes the physical and operational components of the proposed facility and must contain, at minimum, detailed technical information, data, protocols and references for:

- **a.** Structural and project design, materials used, anchoring and installation information;
- **b.** All cables and pipelines, including lines on project easements;
- **c.** A description of the deployment activities;
 - **d.** A listing of chemical products used;
 - e. A description of vessels, vehicles, aircraft and the transit lanes that will be used;
 - **f.** A general description of the operating procedures and systems;
 - g. Construction schedule; and
 - **h.** Other information as required by the Department of State Lands.

3. Project Operation Plan

An operation plan is required that describes, at a minimum, information regarding the routine environmental monitoring, safety management and emergency response procedures, facility inspections, and the decommissioning of the project. The operation plan should

explain the procedures and mechanisms that will be employed so that the facility will comply with regulatory standards and other conditions of permit or license approval related to water and air quality, environmental protection and mitigation, facility maintenance and safety, operational failure and incident reporting. An operation plan will include the following information:

a. Contingency Plan:

A plan to describe how the facility operator will respond to emergencies caused by a structural or equipment failure due to human error, weather, geologic or other natural event. The plan should include a description of the types of equipment, vessels and personnel that would be deployed, the chain of command or management structure for managing the facility repairs, recovery or other forms of remedial action, and the process and timeline for notification of state and federal authorities.

b. Inspection Plan:

A plan to provide for the implementation of a routine inspection program to ensure the mechanical, structural and operational integrity of renewable energy project facilities and other related structures, equipment or facilities. In addition, unscheduled inspections are to be required after any major geologic or meteorologic event to ensure continued operational safety and environmental protection.

c. Monitoring Plan:

A plan to provide for the implementation of a routine standardized monitoring program for potential impacts on specific resources as specified by the resource inventory and effects evaluation. The operator shall monitor activities related to the operation of the facility and demonstrate that its performance satisfies specified standards in its approved plans. Monitoring shall be sufficient to accurately document and quantify the short-term and long-term effects of the actions on the affected resources and uses. Plans for monitoring must include, at a minimum:

1) A list of the information needed to satisfy an effects evaluation.

2) Specific study objectives to obtain the needed information and explanation of how the study design will meet the objectives.

3) Description of study methods to meet the objectives, such as:

A) Literature review;

habitats.

B) Collection of needed baseline data;

 C) Hypotheses to address the study objectives;D) Descriptions of field sampling and data-analyses methods to be used; and

 E) Use of adequate controls, such as control sites, to allow the effects of the proposed action to be separated from natural fluctuations in resources and

4) The monitoring plan will include supporting documentation demonstrating that the study design is scientifically appropriate and statistically adequate to address the research objectives.¹¹

5) The monitoring plan will include a description of the method that will be used to report and deliver data and analyses information to the authorizing state agency for review in a timely and efficient manner.¹²

d. Adaptive Management Plan

An adaptive management plan to provide a mechanism for incorporating new findings and new technologies into the operation and management of the project. The adaptive management plan shall include performance standards that are based on results of the resource inventory and effects evaluation and incorporated in the study design of the monitoring plan as described in paragraph C.3.c (Monitoring Plan), above. The plan will explain the processes for how adaptation measures are applied to the operation of the project. When the monitoring results show that the performance standards are not being met due to the operation of the facility, adaptation measures designed to bring the operation into compliance with the performance standard will be applied to the operation of the project. The adaptive management plan will explain processes for how adaptation measures will be applied to the operation and management of the project. The adaptive management plan should account for:

- 1) Variable conditions in the marine environment;
 - 2) Change in the status of resources;
 - 3) New information provided by monitoring of the project;
 - 4) Data and information provided by research and from other sources;
 - 5) New technologies that would provide for greater protection of ocean resources;
 - 6) Ocean fisheries, or other ocean uses to be protected from adverse effects and operational conflicts; and
 - 7) Unanticipated cumulative effects.

4. Decommissioning Plan:

An applicant is required to provide a plan to restore the natural characteristics of the site to the extent practicable by describing the facilities to be removed. The plan should include; a proposed decommissioning schedule; a description of removal and containment methods; description of site clearance activities; plans for transporting and recycling, reusing, or disposing of the removed facilities; a description of those resources, conditions, and activities that could be affected by or could affect the proposed decommissioning activities; results of any recent biological surveys conducted in the vicinity of the structure and recent observations of marine mammals at the structure site; mitigation measures to protect archaeological and sensitive biological features during removal activities; and a statement as to the methods that will be used to survey the area after removal to determine any effects on marine life. A decommissioning plan should identify how the project owner will restore the site to the natural condition that existed prior to the development of the site, to the extent practicable.

5. Financial Assurance Plan:

The applicant must provide a financial assurance compliance plan that describes their ability to comply with the state regulating agency requirements for financial assurance instruments to guarantee performance, and any other financial terms and conditions that may be applied. Wave energy facilities or devices shall comply with the requirements of

ORS 274.867,¹⁴ and the implementing administrative rules of the Department of State Lands, OAR 141-140-0080 and OAR 141-140-0090.

6. Agreements:

Applicants are required to communicate with traditional ocean users and stakeholders with an interest in the area of the proposed project to address issues of concern. ¹⁵ Applicants are encouraged to memorialize agreements with those ocean users and stakeholders on the specific actions that the applicant will take to address their issues of concern.

D. Northwest National Marine Renewable Energy Center Mobile Test Berth Site

1. Test Berth Site Plan

The Northwest National Marine Renewable Energy Center mobile test berth site is established to conduct short-term experimental testing of renewable energy technologies at the mobile test berth facility.

2. Test Berth Site Use

An application for a permit, license, or other authorization for the installation and use of the Northwest National Marine Renewable Energy Center mobile test berth site, is not subject to the requirements of sections B or C, above.

An experimental or test devise or other structure for use at the Northwest National Marine Renewable Energy Center mobile test berth site is required to obtain any applicable license, permit or authorization.

1 **Appendix A: Definitions and Terms** 2 3 As used in Part Five, unless the context requires otherwise, the following definitions shall 4 apply: 5 6 **Applicant:** An applicant for a state permit, license, lease or other authorization for renewable 7 energy facilities development or other related structures, equipment or facilities will be referred 8 to as "the applicant". 9 10 **Areas important to fisheries**: (Goal 19) 11 a.) areas of high catch (e.g., high total pounds landed and high value of landed catch); or 12 b.) areas where highly valued fish are caught even if in low abundance or by few fishers; or 13 c.) areas that are important on a seasonal basis; or 14 d.) areas important to commercial or recreational fishing activities, including those of 15 individual ports or particular fleets; or e.) habitat areas that support food or prey species important to commercially and recreationally 16 17 caught fish and shellfish species. 18 19 **Conservation:** a principle of action guiding Oregon's ocean-resources management, which 20 seeks to protect the integrity of marine ecosystems while giving priority to the protection and 21 wise use of renewable resources over nonrenewable; as used in the Oregon Ocean Resources 22 Management Plan, the act of conservation means "that the integrity, diversity, stability, complexity, and the productivity of marine biological communities and their habitats are 23 24 maintained or, where necessary, restored" and "...accommodat(ing) the needs for economic 25 development while avoiding wasteful uses and maintaining future availability. (Territorial Sea 26 Plan Appendix A: Glossary of Terms) 27 28 **Critical marine habitat:** means one or more of the following land and water areas: 29 a.) areas designated as "critical habitat" in accordance with federal laws governing threatened 30 and endangered species; or 31 b.) areas designated in the Territorial Sea Plan as either: 32 1.) as needed for the survival of animal or plant species listed by state or federal laws as 33 "threatened", "endangered", or "sensitive". Such areas might include special areas used for 34 feeding, mating, breeding/spawning, nurseries, parental foraging, overwintering, or haul 35 out or resting. This is not intended to limit the application of federal law regarding 36 threatened and endangered species; or 2.) "unique" (i.e. one of a kind in Oregon) habitat for scientific research or education 37 38 within the Oregon territorial sea. (Territorial Sea Plan, Part Two) 39 40 **Ecosystem:** the living and non-living components of the environment which interact or 41 function together, including plant and animal organisms, the physical environment, and the 42 energy systems in which they exist. All the components of an ecosystem are interrelated.

45 **Habitat:** the environment in which an organism, species, or community lives. Just as humans
 46 live in houses, within neighborhoods, within a town or geographic area, within a certain region,

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(Oregon Statewide Planning Goals)

- and so on, marine organisms live in habitats which may be referred to at different scales. (see
- 2 also "critical marine habitat", "important marine habitat") (Territorial Sea Plan Appendix A:
- 3 Glossary of Terms)

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- 5 **Important marine habitat:** (Goal 19) are areas and associated biologic communities that are:
- 6 a.) important to the biological viability of commercially or recreationally caught species or that
- 7 support important food or prey species for commercially or recreationally caught species; or
- 8 b.) needed to assure the survival of threatened or endangered species; or
- 9 c.) ecologically significant to maintaining ecosystem structure, biological productivity, and
- 10 biological diversity; or
- d.) essential to the life-history or behaviors of marine organisms; or
- 12 e.) especially vulnerable because of size, composition, or location in relation to chemical or
- other pollutants, noise, physical disturbance, alteration, or harvest; or
- 14 f.) unique or of limited range within the state.

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- 16 Important marine habitats must be specifically considered when an inventory-and-effects
- evaluation is conducted pursuant to Goal 19: including but not limited to: habitat necessary for
- the survival and conservation of Oregon renewable resources (e.g. areas for spawning, rearing,
- or feeding), kelp and other algae beds, seagrass beds, seafloor gravel beds, rock reef areas and
- areas of important fish, shellfish and invertebrate concentration. (Oregon Statewide Planning Goal 19).

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- Phased development projects: Renewable energy facility developments which are limited in
- scale and area, but are designed to produce energy for commercial use.

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- **Regulating agency or regulating agencies**: State and federal agencies making decisions to authorize the siting, development and operation of renewable energy facilities development or
- other related structures, equipment or facilities within the Oregon Territorial Sea.

- 30 **Renewable Energy Facility or Facilities:** The term "renewable energy facilities development
- 31 or other related structures, equipment or facilities," means energy conversion technologies and
- devices that convert the energy or natural properties of the water, waves, wind, current or
- thermal to electrical energy, including all associated buoys, anchors, energy collectors, cables,
- control and transmission lines and other equipment that are a necessary component of an
- energy conversion device research project, demonstration project or commercial operation. The
- 36 terms "renewable energy facility" or "renewable energy facilities" are used to describe any and
- 37 all components of these developments.

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Appendix B: Endnotes

"Electricity generated utilizing the following types of energy may be used to comply with a renewable portfolio standard:

- "(1) The Land Conservation and Development Commission shall review the Territorial Sea Plan and any subsequent amendments recommended by the Ocean Policy Advisory Council to either the Territorial Sea Plan or the Oregon Ocean Resources Management Plan and make findings that the plan or amendments:
 - "(a) Carry out the policies of ORS 196.405 to 196.515; and
- "(b) Are consistent with applicable statewide planning goals, with emphasis on the four coastal goals.
- "(2) After making the findings required by subsection (1) of this section, the commission shall adopt the Territorial Sea Plan or proposed amendments as part of the Oregon Coastal Management Program."

¹ The state's renewable energy portfolio is described under ORS 469A.025, entitled "Renewable energy sources." ORS 469A.025(1) provides:

[&]quot;(a) Wind energy.

[&]quot;(b) Solar photovoltaic and solar thermal energy.

[&]quot;(c) Wave, tidal and ocean thermal energy.

[&]quot;(d) geothermal energy."

² Part One, subsections E.1 and E.2 of the Territorial Sea Plan provide a brief description of programs of certain state and federal agencies with regulatory, consultation or other authority or responsibility for management of ocean resources.

³ State and federal agencies making decisions to authorize the siting, development and operation of renewable energy facilities development or other related structures, equipment or facilities within the Oregon Territorial Sea, will be referred to as "the regulating agency" or "regulating agencies".

⁴ In its "Rules Governing the Placement of Ocean Energy Conversion Devices On, In or Over State-Owned-Land within the Territorial Sea", the Department of State Lands requires applicants to meet with the agency, as well as affected ocean users and other government agencies having jurisdiction in the Territorial Sea, prior to applying for a lease or temporary authorization. OAR 141-140-0040.

⁵ ORS 196.471, entitled "Territorial Sea Plan review requirements, provides in part:

⁶ The regulations for federal consistency with approved state coastal programs are prescribed in 15 CFR, Part 930. "Energy projects" are defined under 15 CFR § 930.123(c) to mean "projects related to the siting, construction, expansion, or operation of any facility designed to explore, develop, produce, transmit or transport energy or energy resources that are subject to review by a coastal State under subparts D, E, F or I of this part."

⁷ Under the National Environmental Policy Act (NEPA), "cumulative impacts" means "the impact on the environment which results from the incremental impact of the action when added to other past, present, and reasonably foreseeable future actions regardless of what agency (Federal or non-federal) or person undertakes such actions. Cumulative impacts can result from individually minor but collectively significant actions taking place over a period of time." 40 CFR § 1508.7.

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- ¹¹ Standardized monitoring protocols would result in data sets that are comparable and transferable among sites and technologies. The protocols would include a Before, After, Control, Impact (BACI) experimental study design.
- ¹² Example: the data and analysis will be applied to determine if conditions meet the standard established under the Oregon Department of Environmental Quality rule for "Biocriteria" at OAR 340-041-0011, which provides "Waters of the State must be of sufficient quality to support aquatic species without detrimental changes in the resident biological communities."
- ¹³ The requirement for a decommissioning plan is based upon, and will be applied by, the Department of State Lands under OAR 141-140-0080. Under subsection (5)(e) of that rule, the holder of a temporary use authorization or lessee is required to:

"Remove ocean energy monitoring equipment, ocean energy facilities and any other material, substance or related or supporting structure from the authorized area as directed by the Department within a period of time to be established by the Department as a condition of the authorization. If the holder of the temporary use authorization or lessee fails or refuses to remove such equipment, facility or other material, substance or related or supporting structure, the Department may remove them or cause them to be removed, and the holder of the authorization or lessee shall be liable for all costs incurred by the State of Oregon for such removal."

The decommissioning of the transmission cable is required under OAR 141-083-0850(6), which provides:

"If determined necessary by [DSL] in consultation with the easement holder and other interested parties, and if permitted by the applicable federal agency(ies) regulating the cable, the easement holder shall remove the cable from the state-owned submerged and submersible land within one (1) year following the termination of use of the cable or expiration of the easement."

- "(2) Unless exempted under rules adopted by the director under this section, an owner or operator of a facility or device sited within Oregon's territorial sea, as defined in ORS 196.405, that converts the kinetic energy of waves into electricity shall maintain cost estimates of the amount of financial assurance that is necessary, and demonstrate evidence of financial assurance, for:
- "(a) The costs of closure and post-closure maintenance, excluding the removal of anchors that lie beneath submerged lands in Oregon's territorial sea, of the facility or device; and
- "(b) Any corrective action required to be taken at the site of the facility or device.

⁸ One measure of whether the information provided by an applicant is sufficient are the federal consistency regulations under 15 CFR §930.58 (a), which provides "The applicant shall furnish the State agency with necessary data and information along with the consistency certification."

⁹ Pilot Project has the same meaning as "Demonstration Project" under the Department of State Lands rules governing the placement of ocean energy conversion devices on, in, or over state-owned land within the Territorial Sea. OAR 141-140-0020(7) defines "Demonstration Project" as "a limited duration, non-commercial activity authorized under a temporary use authorization granted by the Department to a person for the construction, installation, operation, or removal of an ocean energy facility on, in or over state-owned submerged and submersible land in the Territorial Sea to test the economic and/or technological viability of establishing a commercial operation. A demonstration project may be temporarily connected to the regional power grid for testing purposes without being a commercial operation."

¹⁰ Pilot projects that are authorized under the standards and conditions of this subparagraph f.2 are not required to fulfill the requirements of section C below. The standards and requirements of section C will apply to an application for authorization to expand the pilot project from a short-term limited scope facility to a commercial operation scale facility.

¹⁴ ORS 274.867 provides in part:

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- "(3) The financial assurance requirements established by subsection (2) of this section may be satisfied by any one or a combination of the following:
- "(a) Insurance;
- "(b) Establishment of a trust fund;
- "(c) A surety bond;
- "(d) A letter of credit;
- "(e) Qualification as a self-insurer; or
- "(f) Any other method set forth in rules adopted by the director."
- ¹⁵ The Department of State Lands rule on Pre-Application Requirements, OAR 141-140-0040, provides:
 - "Before submitting an application to the Department, a person wanting to install, construct, operate, maintain or remove ocean energy monitoring equipment or an ocean energy conversion facility for a research project, demonstration project or commercial operation shall meet with:
 - "(a) Department staff to discuss the proposed project; and
 - "(b) Affected ocean users and other government agencies having jurisdiction in the Territorial Sea to discuss possible use conflicts, impacts on habitat, and other issues related to the proposed use of an authorized area for the installation, construction, operation, maintenance or removal of ocean energy monitoring equipment or an ocean energy facility."



Ocean and Coastal Management Program

Department of Land Conservation and Development 635 Capitol Street, Suite 150 Salem, Oregon 97301-2540 Phone (503) 373-0050 FAX (503) 378-6033 www.lcd.state.or.us/coastal/html

MEMORANDUM

Date: October 27, 2009

To: Land Conservation and Development Commission

From: Dale Blanton, Hearings Officer

Re: Territorial Sea Plan Part Five - Hearings Officer Report from October 23,

2009 Public Hearing held in Florence, Oregon

Background

The commission is considering amendments to the Territorial Sea Plan (TSP) to incorporate a new "Part Five: Use of the Territorial Sea for the Development of Renewable Energy Facilities and Other Related Structures, Equipment or Facilities." The new chapter clarifies existing policies for renewable energy facility development and establishes a process for state agencies to coordinate their actions in reviewing proposed projects. The revisions create new resource inventory and effects evaluation standards and new facility operating plan requirements for renewable energy projects that require state approval.

Based on the delegated authority from LCDC, I conducted a public hearing on the proposed Territorial Sea Plan amendments on October 23, 2009 in Florence, Oregon. Eight people testified and one person submitted written comments on the proposed amendments. All those testifying supported adoption of the amendments. The content of the testimony, including specific recommendations, is summarized in more detail below.

Public Hearing - Summary of Proceedings and Testimony

Before opening the public hearing, I provided an overview of the hearing process; summarized the content of the public notice; outlined LCDC's statutory rulemaking authority; and outlined the process for providing additional comments prior to or at the commission's hearing scheduled for November 5, 2009. Paul Klarin, the DLCD/OCMP Marine Affairs Coordinator was available to provide additional background and to answer any questions on the proposed amendments to the Territorial Sea Plan.

All of those in attendance had been present for the detailed discussions of the proposal during the Ocean Policy Advisory Council (OPAC) meeting that preceded the public hearing. No one in the audience had additional questions for Mr. Klarin.

I summarized hearing protocols and opened the public hearing. The following is a summary of the testimony:

NOTE: Much of the testimony focuses on the specific language contained in Policy A2e on page 3 of the proposed TSP amendment. The policy language recommended by the Territorial Sea Plan Advisory Committee (TSPAC) states: "Promote the research and responsible development of ocean-based renewable energy sources including wave, tidal and wind, that meet the state's need for economic and affordable sources of renewable electric power."

OPAC reviewed this policy and recommended changing the language to state: "[Promote] Facilitate the research and responsible development of ocean-based renewable energy sources including wave, tidal and wind, that meet the state's need for economic and affordable sources of renewable electric power."

Scott McMullen - Mr. McMullen indicated support for the OPAC recommended version of the proposed amendments. He specifically indicated support for the OPAC version of language on page 3 that substitutes the word "facilitate" for language in the TSPAC version that uses the word "promote." He closed his testimony by expressing the need for adoption of these clarifying amendments to the Territorial Sea Plan.

Ben Enticknap (Representing Oceana) - Mr. Enticknap indicated that Oceana is interested in these proposed amendments because they pave the way for renewable energy and have an impact on the social structure of the state. He supports the need to focus on alternative sources of energy and reducing reliance on fossil fuels that contribute to ocean acidification.

He indicated that the rules do not clearly explain how the state process relates to the "consultation" requirements for federal agencies, specifically the newly recommended critical habitat for Green Sturgeon. There is a need to consider impacts to habitat and assure that federal consultation is done in a careful manner.

Mr. Enticknap stated that [Ocean Energy] companies should not be solely responsible for conducting environmental assessments. He suggested that we rely on government entities that have a responsibility to the public trust. He also supports spatial mapping of important habitat and collecting ecological data before the review and siting of any specific facility.

Kathy Wall (Representing Southern Oregon Ocean Resource Coalition and Oregon Public Ports Association) - Ms. Wall expressed support for the proposed amendments as recommended by the Ocean Policy Advisory Council (OPAC) rather than the TSPAC version.

Len Bergstein (Representing Ocean Power Technologies) - Mr. Bergstein supported the need to adopt changes to the Territorial Sea Plan to clarify provisions for ocean energy projects and commended OPAC for its balanced approach to this effort.

He indicated that, in some places, the document should revert to statutory language. When asked if he had specific language to accomplish this objective, he indicated that he would prepare something more specific for the commission prior to their hearing on November 5, 2009.

Mike Gaul (Representing the Oregon International Port of Coos Bay) - Mr. Gaul indicated that the Ports are advocates for the interests of the fishing fleet. He supports the OPAC version, particularly changing the wording in the policy section from "promote" to "facilitate."

David Allen - Mr. Allen indicated that he is an OPAC and TSPAC member and understands the reasons why each body selected the language in the policy section (i.e. "promote" and "facilitate"). He voted for each version of the document based on the perspective of the group he sat on and is comfortable supporting both. He indicated that each had a different point of view and that he does not support one version over the other. He indicated that if the Land Conservation and Development Commission has difficulty choosing between the two options, they may consider substituting the term "encourage" because "encourage" is the term used in ORS Chapter 196. On October 26, 2009, Mr. Allen submitted a written comment to Paul Klarin to confirm his oral testimony on October 23, 2009.

Onno Husing (Oregon Coastal Zone Management Association) - Mr. Husing indicates that he wears many hats and understands the varied perspectives of stakeholders. He commented on the use of "promote" vs. "facilitate" by expressing support for a strong state policy to protect resources. He stated that "Responsible Wave Energy" is consistent with the requirements of Statewide Planning Goal 19 (Ocean Resources).

Mr. Husing indicated that if wave energy projects are not built in Oregon it will be the result of economics, rather than the regulatory process. He indicated that the proposed Part Five of the Territorial Sea Plan is a great document and that he supports the version recommended by OPAC.

Susan Allen (Our Ocean and The Pew Charitable Trusts) - Ms. Allen thanked DLCD for bringing this issue forward. She indicated that she feels good about the TSPAC version of the proposal based on the interests of the conservation community. She said that she is not opposed to the term "facilitate" because it is still consistent with the spirit of the effort.

John Griffith - Mr. Griffith submitted written testimony, but did not speak at the hearing. His written testimony (Attachment A) suggests that LCDC add a definition to appendix A (Definitions and Terms). His proposed addition is:

"Wave power energy conversion devices are not a renewable land use."

Explanation: A dam is not a renewable use. It is an industrial land use, even though the feedstock – falling water – is renewed.

The buoys, cables and anchors are, as a dam is, an industrial or commercial use, even though the feedstock – waves are renewed.

As Exclusive Farm Use and Forest are resource zones, so is the ocean. Goal 19 prefers and protects renewable <u>uses</u> and resources.

If a developer desired to put a non farm use on EFU, ORS 215.283(1) not withstanding, they have to prove the proposed use won't harm EFU or F on neighboring parcels and that the "farmability" or forestry on the subject parcel is so poor it is not practicable – to LUBA's satisfaction.

I believe the same tests are appropriate to non renewable and/or conflicting uses in Goal 19 land." (Emphasis in original.)

The Public Hearing was Closed - I thanked those in attendance for their participation and indicated that further written and oral comments can still be provided to LCDC at their November 5, 2009 public hearing in Springfield, Oregon.

Attachments

Attachment A-Written Testimony from John Griffith